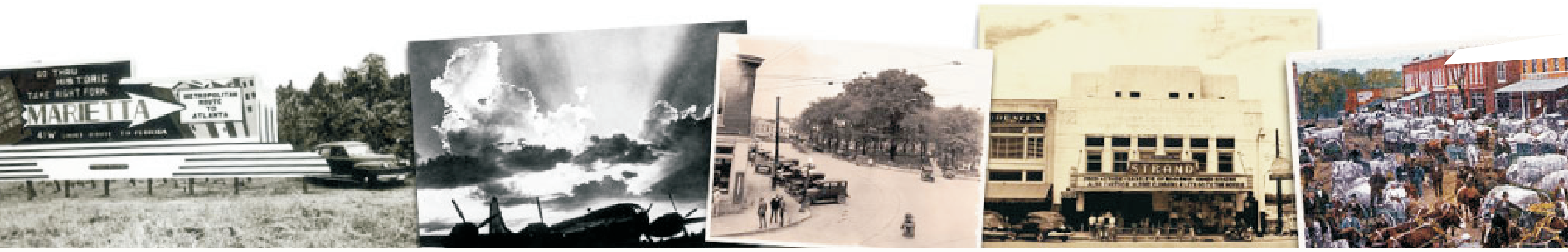
175th ANNIVERSARY

City of

Marietta

Georgia

1834 - 2009



Comprehensive Annual Financial Report

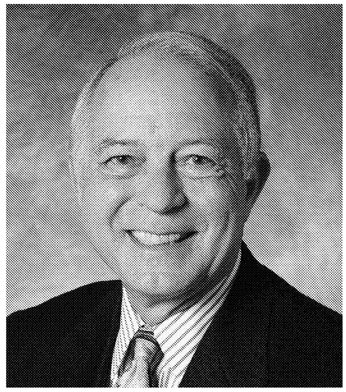
For Fiscal Year Ended June 30, 2009

Comprehensive Annual Financial Report
City of Marietta, Georgia

For the Fiscal Year Ended June 30, 2009

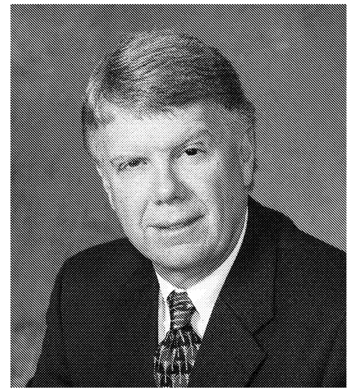
DEPARTMENT OF FINANCE
Sam Lady
Finance Director

MAYOR AND CITY COUNCIL



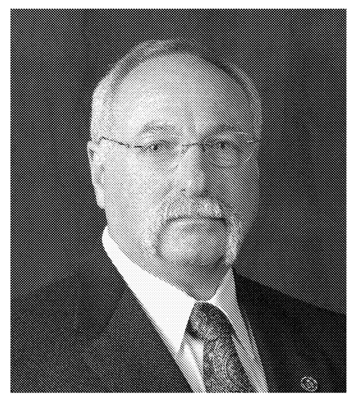
William B. Dunaway
Mayor

Annette Paige Lewis
Councilmember, Ward 1

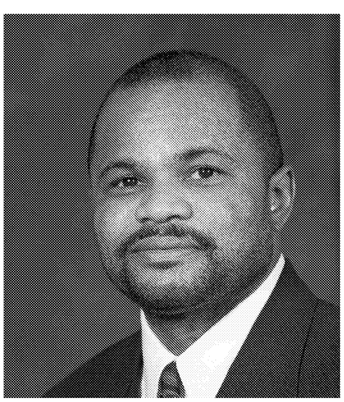


Griffin Chalfant
Councilmember, Ward 2

Holly Marie Walquist
Councilmember, Ward 3

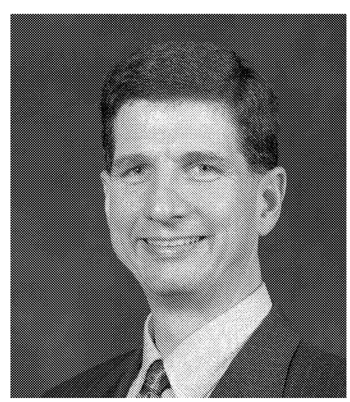


Irvan Alan Pearlberg (Van)
Councilmember, Ward 4



Rev. Anthony Coleman
Councilmember, Ward 5

James King
Councilmember, Ward 6



Philip M. Goldstein
Councilmember, Ward 7

CITY OF MARIETTA, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2009

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2009

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INTRODUCTORY SECTION

FINANCE DEPARTMENT
205 Lawrence St NE
P. O. Box 609
Marietta, GA 30061-0609
(770) 794-5544
Fax (770) 794-5535

December 8, 2009

THE HONORABLE WILLIAM B. DUNAWAY, MAYOR
MEMBERS OF CITY COUNCIL AND CITIZENS OF THE
CITY OF MARIETTA
MARIETTA, GEORGIA 30060

The Comprehensive Annual Financial Report (CAFR) for the City of Marietta, Georgia, for the fiscal year ended June 30, 2009, is submitted herewith. Georgia state law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements.

The report was prepared by the City's Finance Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures rests with the City. We believe the report, as presented, is accurate in all material aspects. We also believe it is presented in a manner designed to set forth the financial position and results of operations of the City as measured by the financial activity of its various funds. Finally, we believe that all disclosures necessary to enable the reader to gain maximum understanding of the City's financial affairs have been included.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Moore & Cubbedge, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Marietta's financial statements for the fiscal year ended June 30, 2009. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

Incorporated in 1834, the City of Marietta is the county seat for Cobb County, Georgia. Marietta is named for the wife of U.S. Senator Thomas Cobb, for whom the county is named. The surrounding area was part of the Cherokee Indian Territory when the first settlers arrived in the early 1800s. Gold fever brought the first European immigrants, but a stable agricultural community took root in the broken dreams of the "gold rush".

The City became a center for trade and attracted wealthy visitors to its mild climate and "health giving" mineral springs. During the Civil War, Sherman destroyed much of the City on his "March to the Sea" in 1864. Recovery was slow; however, an economic boom took hold during World War II with the construction of the Bell bomber plant. The Lockheed Aircraft Corporation modernized the plant and has kept it in operation since 1951, now operating it under the Lockheed Martin Aeronautical Systems name. Current production includes the C130J Hercules, the sustainment of P353 Orion, modernization upgrade of the C-5, and production of the advanced F22 Raptor.

The construction of Interstate 75 during the 1960s and 1970s opened up the area for increased metro and regional growth. This accessibility has brought hundreds of thousands of new residents to live in Cobb County, which has elevated the City's role as the county seat and a center for commercial activity.

Policy-making and legislative authority are vested in a governing council (Council) consisting of the mayor and seven council members, all elected on a non-partisan basis. The Council appoints the government's manager, which in turn appoints the heads of the various departments. The mayor and council members serve four-year terms; all elected members' terms run concurrently. The mayor runs at large; the council members are elected by ward.

The City maintains budgetary controls to ensure compliance with legal provisions of the annual appropriated budget approved by the Mayor and Council. Activities of the general fund, the special revenue funds, the debt service fund and the capital project funds are included in the annual appropriated budget. The official level of city budget control (the level on which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the department level. Administrative budgetary control, however, is maintained at an object of expenditure level within the department or function. Administrative transfers of appropriations within a department may be authorized by the City Manager to meet unforeseen needs without Council action. Transfers of appropriations between departments or functions within a fund are reviewed with Council prior to approval. The City's budget procedures are more fully explained in the accompanying Notes to the Financial Statements. The City maintains an encumbrance accounting system as one means of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to the ensuing year's budget.

The City of Marietta provides a full range of municipal government and utility services to approximately 60,700 citizens and customers. Included in these services are traditional City functions such as police and fire protection, sanitation, road and traffic signal maintenance, parks, recreation, planning, cultural affairs, courts, and utility functions including electric, water, wastewater. Furthermore, the City exercises fiduciary responsibility for the City's General Pension.

Local economy

Marietta is located about 20 miles northwest of downtown Atlanta. The Atlanta Metropolitan area continues to be one of the fastest growing economies in the United States. The region has significantly lower unemployment rates than most places in the U.S. and led the nation in job creation several times in the 1990s. Cobb County has become one of the fastest growing economically robust counties in Georgia. The business environment outlook for Marietta continues to be favorable despite the economic downturn experienced by other regions of the country; in fact there are a number of redevelopment projects in the advanced planning and construction stages. The City of Marietta's primary focus will be given to fostering small business growth and land uses oriented toward office, industrial, and business parks, which will be offering a variety of employment opportunities.

Redevelopment and revitalization of several areas throughout the City have been identified and when completed, will create financially sound development, therefore increasing a stronger tax base. Marietta offers one of the lowest millage rates in the Metro Atlanta region at 29.943 mills per thousand dollars (combined City, County, and School). Marietta will continue to promote a strong tourism program for the 5 historic districts, churches and homes as identified by the National Historic & Georgia Register. Our economic activity centers include multi-million dollar corporations such as YKK Corp of America, Solvay Pharmaceuticals, Matria Healthcare, Columbian Chemical, and Coloplast Corporation. To assist manufacturing companies in relocating or expanding their facilities, the Marietta Development Authority was created to develop and promote trade, commerce, industry and employment opportunities through issuance of revenue bonds.

Marietta and the Marietta Census Tracts have been and will continue to be a population growth area. The City's population was estimated to be 62,150 on June 30, 2009.

Long-term financial planning

Unreserved, undesignated fund balance in the general fund (48.25 percent of total general fund revenues) exceeds the policy guidelines set by the Council for budgetary and planning purposes (i.e. minimum fund balance calculation is slightly over $6 million).

Over the past five years the City has devoted its attention to the redevelopment of various areas of the City. This is further discussed in the major initiatives section of this letter.

Major Initiatives

The City of Marietta worked diligently last year to improve the quality of life of our citizens as we continued to develop our City into the most livable community in the Atlanta metro region. In order to progress toward this goal, we undertook the following major initiatives:

Economic development and redevelopment was a major initiative area this past year. The economic development staff in conjunction with City Council was able to make great progress establishing a strong backbone for future redevelopment. Marietta's plans to revitalize the city continued to move forward despite the national economic slowdown also affecting Marietta. Even with these economic conditions, the values of the properties in Marietta's downtown have increased almost $17 million in the last three years, with most of that increase coming with the 2009 tax digest.

There are about a dozen new businesses and restaurants in Marietta Square. The popular Concert in the Square series and new happenings such as the expansion of the farmers market, the first Friday art walks, programs for kids and adults at the renovated Strand Theatre and Theatre in the Square, and the Historic Marietta Trolley all draw large numbers of people to the downtown area, making downtown Marietta a popular destination. The economic development office and the parks and recreation staff collaborate in attracting vendors and consumers alike to the vibrant Square.

A website showcasing Marietta's new housing options, Move2marietta.com, was created to assist people in finding where the city's new development is going on. This website highlights a variety of new housing developments within the city limits and gives home seekers a bird's eye view of new neighborhoods that have been completed, are under construction, or planned in the city.

Recently *BusinessWeek* magazine named Marietta the second best place to raise children in Georgia among towns with at least 50,000 residents. Marietta was chosen based on criteria including school performance, number of schools, household expenses, crime rates, air quality, job growth, family income, museums, parks, theaters and other amenities, and diversity. In addition, *Cobb in Focus* magazine recently profiled the resurgence in Marietta, calling the city one of Atlanta's hottest new places to live.

The city began its year-long celebration of Marietta's 175th anniversary to honor the great communities in Marietta, including business, culture, education, government, history, neighborhood, civic, and religious. These events bring great numbers of people not only to Marietta Square, but to different parts of town.

Marietta is putting in place the infrastructure needed to support new redevelopment projects. Marietta's current work to prepare for redevelopment will jumpstart the construction process and local economy when it begins to improve. By having the infrastructure in place, including power, water and sewage lines, developers building in

Marietta will be able to more quickly construct homes when the economy begins to recover.

Redevelopment projects underway include residential, commercial and mixed-use developments in various stages of completion. Meeting Park, an 11-acre development in the downtown, is under construction with the first phase of townhomes now on the market. The development was planned to include retail and office space, condominiums, town homes, and single-family homes for a total of 298 new households. Marietta Walk will be a new mixed-use community on the former Johnny Walker site along Powder Springs Street. This development is planned to include 121 new households as well as office and retail space. Marietta Mill Lofts, which consists of residential and office condominiums, is located in the downtown area overlooking Atlanta Street. Emerson Overlook is a mixed-use project in the downtown which contains retail and office space as well as 37 residential condominiums. This project is complete and is currently selling. Manget at Historic Marietta is a residential community that will consist of 265 residential units including condominium flats, town homes, and single-family homes. The Village at Frasier Park is a completed residential town home community transformed from duplex units. Hunter Walk is a single-family infill project that provides finished homes or build-to-suit homes near the downtown transforming distressed areas into desirable areas for homebuyers. Washington Avenue Commons celebrated its grand opening in the spring. This four-story mixed-use building offers first floor class-A office space and 18 self-contained residential units. The developers of these communities have worked closely with the City Council and department staff members to incorporate green space, trees and landscaping, and recreational areas to provide an environment in which to live, work and play.
In total there are 12 redevelopment projects currently in various stages of planning or development within three-quarters of a mile of the Square. 496 rental units have been torn down, and they are being replaced by 906 new owner-occupied homes and 195,000 square feet of retail and office space. Private investment in this area of the downtown will be over $344 million compared to only $8 million from 1993 to 2003. Many of these projects have slowed down or stalled because of the recession, but it is expected that they will resume once the economy recovers.

The MINT program is also seeing great success with new attractive single family houses being built and sold to first-time home buyers in the neighborhoods surrounding our downtown. The City has made a concerted effort to improve the design of these MINT houses, and they are now leading redevelopment on the streets on which they are built.

The city-owned historic Hilton Atlanta/Marietta Hotel and Conference Center on Powder Springs Street near the Square completed a $7 million renovation, creating the charm of an old-world Southern estate with contemporary amenities and services. All 198 guest rooms, public space, ballrooms, restaurant and pub have been extensively remodeled and feature new décor, furniture and accessories. The Hilton flag was awarded to the property as part of a long term lease arrangement with Remington Hospitality.

Existing manufacturers and commercial businesses continue to be very strong in Marietta. Atlanta Beverage Company, North Georgia's largest beer wholesaler, is in the midst of expanding its facilities in Marietta. Marietta X-Ray, an industrial equipment manufacturing company, expanded its business by constructing a new building, and the hospital complex is continuing to grow with privately-owned and hospital-owned buildings being built. Employee availability, superior City services, multiple transportation corridors, and positive business climate contribute to our ability to attract and retain industry in the City.

Marietta's commitment to upgrading and replacing the water and sewer systems has been evident in projects completed in 2009 including the US 41 20-inch Water Main Replacement, major rehabilitation work on water storage tanks, and on-going replacement and rehabilitation of priority water and sewer infrastructure. In addition there are now over 4,000 feet of large water main replacements, 5,000 feet of water distribution line replacements, and 12,000 feet of sewer line replacements presently in design. System reliability and infrastructure improvements will continue to be realized due to the ability to achieve departmental goals set for critical areas of operation.

The Board of Lights and Water (BLW), in conjunction with the Marietta City Council, approved $405 million in investment over a 40-year period for two new nuclear reactors at Plant Vogtle. The city will be entitled to 65 megawatts on a yearly basis of power generated by the new reactors. This ensures reliable power for future generations of Mariettans.

The BLW continued with its Automatic Meter Reading (AMR) project. This project includes changing out all residential electric meters and the majority of commercial electric meters. The majority of large water meters have been converted to AMR. Instead of a meter reader employee manually reading a meter on the customer's property, we are now able to read meters electronically via radio frequency with our drive-by system. This technology reduces the number of human errors and improves the accuracy of our power and water bills.

The BLW continued its massive capital improvement program designed to upgrade and enhance services in preparation for our substantial downtown redevelopment and the requirements of our SPLOST program. This new infrastructure will bring in additional revenue and allow the City to grow for decades to come.

Major Transportation and Road Improvement Projects got underway as a result of the voters passing the Special Purpose Local Sales Tax (SPLOST) which began January 1, 2006. Engineering and design work, right-of-way appraisals, and property acquisition are underway along major corridors such as Powder Springs Street, Fairground Street, Franklin Road and Roswell Street, and at intersections such as Powers Ferry Road at South Marietta Parkway and Lower Roswell Road at Rowell Road. The annual street resurfacing project continues as does our general street and drainage rehabilitation program.

In the beginning of FY08, Marietta approved the issuance of a $9.82 million revenue bond in order to accelerate the SPLOST road projects schedule. Instead of the 1% SPLOST tax money funding road projects over the next several years, Marietta has a lump sum amount to do the work sooner, and the 1% collections will provide the revenue to pay off the debt. The accelerated schedule also protects the city from escalating costs that normally take place over long-term projects. Because of the slowdown in the national economy, it is anticipated that overall collections will be slightly less than expected and the city has reduced expenditures accordingly.

The Roswell Street streetscape project is an architectural master plan that was created to redevelop and bring back the charm of a downtown business district. The engineering and right-of-way acquisition phases are in their final stages, with construction underway. Grant funding from the Atlanta Regional Commission will be utilized toward this multi-year project along with recently approved SPLOST funds. This significant public investment is already bringing forward private investment in the corridor.

In the sanitation area, the city is also making substantial changes. In addition to picking up garbage at cost-effective rates, the city will save $320,000 each year by providing recycling pickup using city staff instead of continuing to contract the service to a provider. Marietta's Sanitation division analyzed staffing schedules and shifted manpower to allow the city to bring its recycling program in-house.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Marietta for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008. This represented the twenty-first consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting from the GFOA a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the City also received the GFOA Award for Distinguished Budget Presentation for its annual appropriated budget dated July 1, 2008 for fiscal year 2009. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

The preparation of this report could not have been accomplished without the efficient and dedicated efforts of the staff of the Accounting Division and the entire staff of the Finance Department and the cooperation of the various elected officials and appointed management. My sincere appreciation is extended to each individual for the contributions made in the preparation of this report.

Respectfully submitted,

Sam Lady
Finance Director
City of Marietta

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Marietta Georgia

For its Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2008

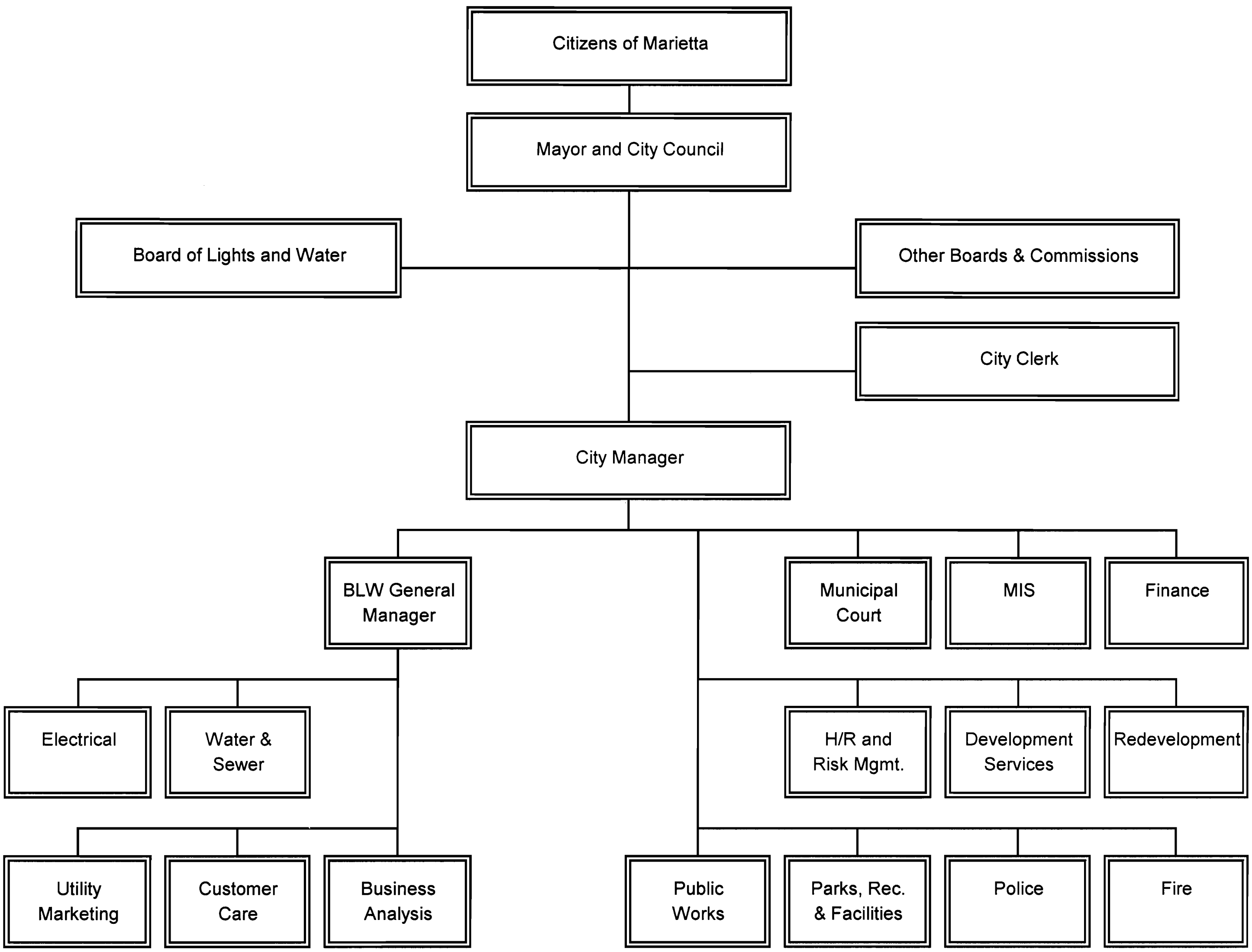
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

GOVERNMENT FINANCE OFFICERS ASSOCIATION OF THE UNITED STATES AND CANADA CORPORATION SEAL CHICAGO

President

Executive Director

CITY OF MARIETTA ORGANIZATION CHART



OFFICIALS

Mayor and City Council

William B. Dunaway
Mayor

Annette Paige Lewis	Ward 1
Griffin Chalfant	Ward 2
Holly Marie Walquist	Ward 3
Irvan (Van) Alan Pearlberg	Ward 4
Rev. Anthony Coleman	Ward 5
James King	Ward 6
Philip M. Goldstein	Ward 7

Board of Lights and Water

William B. Dunaway, Mayor
Chairperson

Bruce E. Coyle	Board Member
Harlon D. Crimm	Board Member
Charles L. George	Board Member
James King, Councilmember	Board Member
Alice Summerour	Board Member
Arthur D. Vaughn	Board Member

City / BLW Administration

William F. Bruton, Jr.
City Manager

Pamela Allen	Municipal Court Administrator
Shannon Barrett	Assistant to the City Manager
Shannon Barrett	Acting H/ R and Risk Management Director
Thomas Bell	Electrical Director
Brian Binzer	Development Services Director
Richard Buss	Parks, Recreation and Facilities Director
Daniel Conn	Public Works Director
Barry Echols	Utility Marketing Director
Herbert Edwards	Business Analysis Director
Daniel Flynn	Police Chief
Jackie Gibbs	Fire Chief
Stephanie Guy	City Clerk
Douglas Haynie	City Attorney
Sam Lady	Finance Director
Robert W. Lewis	BLW General Manager
J. Kevin Moore	BLW Attorney
Ronald Mull	Customer Care Director
Robert Snelson	Water and Sewer Director
Reggie Taylor	Marietta Redevelopment Corp Executive Director
Rich Tieslau	MIS Director

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FINANCIAL SECTION

MOORE & CUBBEDGE LLP
Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

The Honorable William B. Dunaway, Mayor
Members of the City Council
City of Marietta
Marietta, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Marietta, Georgia, as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. We have audited the component unit and the fiduciary fund of the City. We have also audited the financial statements of each of the City's nonmajor governmental and internal service funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund and the aggregate remaining fund information as well as each component unit and fiduciary fund of the City of Marietta, Georgia, as of June 30, 2009, and the respective changes of financial position and the cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each of the nonmajor governmental and internal service funds of the City of Marietta, Georgia at June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Michael R. Crace Jean K. Hawkins Richard H. Lewis Tammy A. Galvis Donald L. McGrath Jr. Retired: C. Frank Moore Edwin W. Cubbedge III

T 770.422.0500 F 770.421.6440 366 Powder Springs Street Marietta, Georgia 30064 www.moore-cubb.com

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2009, on our consideration of the City of Marietta, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, the Schedule of Funding Progress, and the budgetary comparison for the General Fund on pages 3 through 15, page 57 and page 58 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Marietta's basic financial statements. The accompanying supplementary information listed as the Introductory Section and the Statistical Section in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of the City of Marietta, Georgia. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Moore & Cubbedge, LLP
Moore & Cubbedge, LLP

December 8, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the report provides readers with a narrative overview and analysis of the financial activities of the City of Marietta for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and basic financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

- Marietta's assets exceed liabilities by $200 million at the end of fiscal year 2009. This is an increase of $37.8 million when compared to the previous year. Of this amount, $146 million is invested in capital assets (net of depreciation and related debt). Total unrestricted assets are $28.9 million, an increase of $32.8 million from last year. Unrestricted net assets from governmental activities are $1.7 million, an increase of $39.7 million from last year. This increase is due mainly to the Marietta City Schools completing a SPLOST voter approved sales tax in September of 2008. The school system identified a portion of the tax to reduce general obligation bonds issued by the City of Marietta. The proceeds of these bonds were transferred to the Marietta City Schools for construction and other capital asset purchases. In the past these bonds had restricted the net assets of the city however with the pledge of SPLOST funds they no longer restrict city funds. The assets are carried on the Marietta City School's records while the liability remains with the City. Business-type activities unrestricted net assets are $27.2 million.

- The City's total net assets increased $37.8 million over the previous year with a $36.5 million increase generated from governmental activities and a $1.3 million increase resulting in the business-type activities.

- The City's General Fund's fund balance was $16.5 million as of June 30, 2009. Of this amount, $1 million is reserved for encumbrances. $599 thousand is reserved or designated for park improvements (that were funded through a donation and a bond issue) and for tourism purposes. $14.8 million is undesignated, but will be appropriated by the City Council for subsequent year's expenditures and other future purposes. The General Fund's fund balance decreased by $254 thousand from June 30, 2008.

- The total liabilities of the City's governmental-type and business-type funds outstanding at June 30, 2009 are $79.5 million and $58.9 million respectively. $107.5 million of this total represents liabilities that are due in more than one year, such as long-term debt, leases payable, and compensated absences. This is a decrease of $3 million for the governmental-type funds and an increase of $5.7 million for the business-type funds.

Total general bonded debt decreased $6.1 million in fiscal year 2009. No new general obligation debt was issued during the fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Marietta's basic financial statements. The basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information including combining statements for non-major funds, and a statistical section.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private sector business.

The statement of net assets presents information on all the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the City's financial position is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The City of Marietta's governmental activities include general government, public safety, streets and highways, and recreation. The City has three business type activities, the Board of Lights & Water that provides electric, water and wastewater services, City Club golf course, and the Marietta Conference Center and Resort that is a hotel and conference facility.
The government-wide financial statements include not only the City of Marietta itself (known as the primary government), but also two legally separate entities that have a significant operational or financial relationship with the City. These entities, known as discretely presented component units, are the Marietta Welcome Center and the Marietta Redevelopment Corporation. More information on the functions of these entities can be found in note 1 to the financial statements.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into three categories: governmental, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 14 governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund debt service fund and SPLOST fund which are considered to be a major funds. Data from the other 11 funds is combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements can be found on pages 18 through 20 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City maintains three enterprise funds, the Board of Lights and Water, the City Club Golf Course, and the Marietta Conference Center & Resort. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its self-insurance and motor transport activities. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Board of Lights and Water, City Golf Course, and the Marietta Conference Center and Resort, which are considered to be major funds of the City. The internal service funds are presented in the proprietary fund financial statements. Individual fund data for each of these funds is provided in the form of individual fund statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 21 through 25 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of government. Fiduciary funds are *not* included in the government-wide financial statements because the resources of these funds are not available to support the City's own operations. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 26 through 27 of this report.

Budgetary comparisons. The City of Marietta adopts an annual budget for all of its governmental funds. Budget to actual comparisons for each of the governmental funds are provided in individual schedules elsewhere in this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28 through 56 of this report.

Other information. The combining and individual fund statements and schedules referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the financial statements and can be found on pages 57 through 131 of this report.

CITY-WIDE FINANCIAL ANALYSIS

A government-wide financial report represents the approach mandated by the Governmental Accounting Standards Board (GASB). GASB set the uniform standards for presenting government financial reports. This report provides comparative financial information to the previous year's actual results in this Management Discussion and Analysis.

Net Assets. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. As of June 30, 2009, assets exceeded liabilities by $200 million.

The following table provides a summary of the City's governmental and business-type net assets for fiscal year 2008 and 2009.

Table 1

Net Assets

	Governmental Activities		Business-type Activities		Total	
	2008	2009	2008	2009	2008	2009
Assets						
Current and other assets	$ 58,128,465	$ 84,880,722	$ 66,871,096	$ 57,513,984	$124,999,561	$142,394,706
Capital assets	50,432,560	59,615,879	124,555,877	136,458,740	174,988,437	196,074,619
Total assets	108,561,025	144,496,601	191,426,973	193,972,724	299,987,998	338,469,325
Liabilities						
Current and other liabilities	6,161,421	7,039,713	18,059,037	13,133,425	24,220,458	20,173,138
Non-current liabilities	74,656,006	72,493,056	39,392,783	45,803,677	114,048,789	118,296,733
Total liabilities	80,817,427	79,532,769	57,451,820	58,937,102	138,269,247	138,469,871
Net Assets						
Invested in capital assets, net of related debt	40,361,421	40,647,949	97,486,153	105,531,822	137,847,574	146,179,771
Restricted	25,355,346	22,613,208	2,377,157	2,287,694	27,732,503	24,900,902
Unrestricted	(37,973,169)	1,702,675	34,111,843	27,216,106	(3,861,326)	28,918,781
Total net assets	$ 27,743,598	$ 64,963,832	$133,975,153	$135,035,622	$161,718,751	$199,999,454

The largest portion of the City's net assets, $146 million, represents investments in capital assets.

The investment in capital assets included land, buildings, machinery, and equipment, as well as infrastructure acquired and identified that was purchased and installed in previous fiscal years. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional $24.9 million of the City's net assets represent resources that are subject to external restrictions on how they may be used. Included in this category are reserves for debt service, public safety grants, culture and recreation donations and uncommitted bond funds.

Changes in Net Assets. Governmental and business-type activities increased the City's net assets by $38 million in fiscal year 2009. The following table indicates the changes in net assets for governmental and business-type activities in fiscal year 2008 and 2009.

Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2008	2009	2008	2009	2008	2009
Revenues						
Program revenues:						
Charges for services	$ 14,505,085	$ 14,169,717	$123,746,828	$123,504,438	$138,251,913	$137,674,155
Operating grants and contributions	8,478,562	39,392,897	0	0	8,478,562	39,392,897
Capital grants and contributions	13,865,101	10,016,452	777,567	661,994	14,642,668	10,678,446
General Revenues:						
Property taxes	11,965,381	13,492,266	0	0	11,965,381	13,492,266
Other taxes	11,865,204	11,687,834	0	0	11,865,204	11,687,834
Investment earnings	1,590,204	536,713	1,973,077	712,646	3,563,281	1,249,359
Other revenues	1,976,361	1,812,951	139,800	165,386	2,116,161	1,978,337
Total Revenues	64,245,898	91,108,830	126,637,272	125,044,464	190,883,170	216,153,294
Expenses						
General government	6,759,380	5,918,941	0	0	6,759,380	5,918,941
Public works	20,427,013	13,760,889	0	0	20,427,013	13,760,889
Culture and recreation	6,443,698	5,124,263	0	0	6,443,698	5,124,263
Public safety	29,165,513	30,378,175	0	0	29,165,513	30,378,175
Urban redevelopment and housing	5,862,864	6,046,710	0	0	5,862,864	6,046,710
Interest on long-term debt	3,449,537	2,526,939	0	0	3,449,537	2,526,939
Water & sewer	0	0	21,209,559	24,501,021	21,209,559	24,501,021
Electric	0	0	85,707,753	84,808,669	85,707,753	84,808,669
Golf	0	0	1,890,486	1,725,593	1,890,486	1,725,593
Conference	0	0	2,368,951	3,496,708	2,368,951	3,496,708
Total expenses	72,108,005	63,755,917	111,176,749	114,531,991	183,284,754	178,287,908
Increase in net assets before transfers	(7,862,107)	27,352,913	15,460,523	10,512,473	7,598,416	37,865,386
Transfers in (out)	8,956,113	9,185,750	(8,956,113)	(9,185,750)	0	0
Increase (decrease) in net assets	$ 1,094,006	$ 36,538,663	$ 6,504,410	$ 1,326,723	$ 7,598,416	$ 37,865,386

Governmental Activities. Governmental activities increased the City's net assets by $27.4 million in fiscal year 2009 before transfers. Key elements of this increase are as follows:

Total revenues are $91 million, up 42% from the prior year. The majority of the increase is from operational grant revenues. This revenue increase is attributable to the Special Local Option Sales Tax (SPLOST), a one % sales tax approved by the county-wide voters in September 2008 of which will be used by the Marietta City School System to pay off General Obligation Bonds that were issued by the city for the benefit on the school system. The property tax millage rate remained the same as the previous year however the property value increased resulting in increased revenue. Permit revenue decreased due to a slowing in the areas housing market.

Investment earnings decreased from the previous year, this is attributable to the decrease in the rates. Fines and forfeits also saw a decrease due to a decrease in violations.

Expenses totaled $63.7 million. The decrease over the previous year was due to a decrease in public works and redevelopment projects in the City and a general decrease in all operational budgets. The City is still involved in several transportation and road improvement projects as a result of the voter approved Special Local Option Sales Tax (SPLOST). Construction, engineering and design work, right-of-way appraisals, and property acquisition are underway.

The City of Marietta has prepared the financial statements as required by GASB 34 as a phase I implementer. This required the City of Marietta to recognize all previous accumulated depreciation of its general fixed assets. Infrastructure assets are added to the fixed assets as values are being determined.

Business-Type Activities. The City's business-type activities, which include the Board of Lights and Water, City Club Golf Course, and the Marietta Conference Center & Resort increased net assets by $10.5 million in fiscal year 2009 before transfers to the governmental funds.

Table 3
Enterprise Net Operating Income (Loss)
Non-operating revenues (expenses)
and Transfers in (out)

	Fiscal Year 2008	2009
Operating income (loss):		
Board of Lights & Water	$ 13,692,153	$10,889,563
City Club Golf Course	210,512	213,534
Marietta Conference Center & Resort	735,019	277,934
Total	14,637,684	11,381,031
Non-operating revenues (expenses)	380,620	(1,390,111)
Contributed capital from developers	777,567	661,994
Income (loss) before operating transfers	15,795,871	10,652,914
Transfers in (out)	(9,580,640)	(9,699,985)
Change in net assets	$ 6,215,231	$ 952,929

The Board of Lights and Water's operating revenues decreased .2% from the previous year while operating expenses increased by 2.4% resulting in an operating income decrease of 20.5% from 2008. Contributions from developers decreased by $115 thousand from 2008.

The City Club golf course operating revenues decreased 5.4% from the previous year while operating expenses decreased by 6.3% resulting in an operating gain of $213,534.

The City has entered into a long-term lease for The Marietta Conference Center and Resort with a private party and is no longer involved in the daily operations. The Center is leased for a flat monthly fee sufficient to cover the debt service payments. As a result the operating revenues and expenses are no longer reflected in the financial report. The City is now reporting lease income, depreciation, and operating costs related to bond trustee expenses, and similar items.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City of Marietta uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds Overview. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal 2009, the combined ending fund balances of the City's governmental funds were $45 million. Approximately $30.5 million of this consists of unreserved/undesignated fund balance, which is available as working capital for current spending in accordance with the purposes of the specific funds. The majority of the remaining fund balance is reserved to indicate that it is not available for new spending because it is committed for the following purposes: a) reserve for encumbrances ($8 million); b) reserved for debt service ($4.7 million); c) reserved for culture and recreation ($599 thousand).

The City has three major governmental funds:

General fund. This is the primary operating fund of the City of Marietta government. It accounts for many of the City's core services such as law enforcement, fire protection, planning, roads and streets, solid waste sanitation, and administration. The general fund balance was $16.5 million as of June 30, 2009. Of this amount, $1.6 million is reserved for encumbrances and culture and recreation. The fiscal year 2009 fund balance is $254 thousand lower than the previous year. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 29% of total fiscal year 2009 expenditures and transfers, while total fund balance is 32.7% of the same amount.

Debt service Fund. This fund provides debt service for the city's debt obligations. The debt service fund had a balance of $4.7 million as of June 30, 2009. That is an increase of 1 million from the prior year.

SPLOST Fund. The Special Purpose Local Option Sales Tax fund tracks expenditures related to the 1% sales tax used for transportation and communications. Sidewalks, bridge rehabilitation, multi-use trails, road improvements, general street and drainage rehabilitation, street resurfacing and new roads are all construction projects on the Transportation Projects list approved by the voters in 2005. In an effort to accelerate project completion, the city also undertakes County projects that are located within the City limits and receives reimbursement by the county for these projects. A county-wide 800 MHz communications system is also funded under this SPLOST. The fund balance as of June 30, 2009 is 16.6 million this is a decrease of 3.4 million from the last year.

Proprietary funds overview. The City's proprietary fund statements provide the same type of information found in the government-wide statements, but in more detail.

The City operates the Board of Lights and Water (BLW) which provides electric, water, and wastewater utilities for residential and commercial customers. Unrestricted net assets of this fund at the end of the year amounted to $32.5 million. The unrestricted net assets decreased by $7 million during the year.

The City operates an 18-hole golf course known as the City Club. The total net assets of this fund at the end of the fiscal year amounted to $2.5 million, a 14.56% increase.

The Marietta Conference Center & Resort is a conference center facility owned by the City. The total net assets of this fund at the end of the fiscal year were $(6.77) million. The total net assets decreased by $1.2 million during the year. As stated earlier the City has leased the facility to a private operator and is no longer reporting the daily operations. The City will continue to pay the debt payments from lease revenues and hotel/motel tax revenues designated towards the bond repayment. The City will also continue to report the asset depreciation.

Other factors concerning the finances of these funds were discussed under business-type activities.

The City maintains two internal service funds. Information on these funds is aggregated in the Proprietary Fund financial statements.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City's budget is prepared according to the Georgia statues and the City of Marietta Code. The most significant budgeted fund is the General Fund.

In June 2008, the City Council appropriated $52 million for general fund expenditures. The budget was amended 16 times during the fiscal year.

Table 4
2009 General Fund Budget

	Original Budget	Amendments	Final Budget	Actual
Revenue and other financing sources	$51,801,023	$4,368,945	$56,169,968	$50,093,342
Expenditures and other financing uses	51,734,288	5,928,725	57,663,013	51,362,754

Mid-year budget amendments include:

$1,450,336	Appropriation of reserves from prior year encumbrances
83,910	Parks and cemetery expenditures(1)
5,000	Public Safety (2)
66,607	Public Works(3)
4,322,872	Project rollovers from previous years (4)

(1) Grant for purchase of Hickory Hills Park; use of 1996 bond funds for professional services for park improvements.

(2) Appropriations of donations for public safety supplies, equipment and education programs.

(3) Appropriations of erosion control fine revenue.

(4) Project rollovers are for project budgets adopted in a previous year that are for the life of the project. The majority of project rollovers are related to the Roswell Streetscape project and bike trail construction.

Actual expenditures were 10.9% below anticipated budget. Expenses exceeded revenues by $1.3 million on a budgetary basis.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2009 total $146 million (net of accumulated depreciation and related debt). This investment includes land, buildings, machinery and equipment, as well as infrastructure. To comply with GASB 34, the City researched historical records to determine the value of infrastructure and calculated appropriate depreciation. The City has reported all assets acquired during fiscal years 2002 through 2009, and all assets that could be identified from previous periods. The total investment in capital assets (net of accumulated depreciation and debt) for the current fiscal year increased from the previous year by 6% after depreciation. Major capital assets events during the current fiscal year included the following:

Governmental activities:
- Land acquisition for economic development and redevelopment programs $2.3 million
- Buildings and machinery and equipment $1.4 million
- Infrastructure 10.5 million

Business-type activities:
- System improvements $14.7 million
- Buildings and machinery & equipment $8.1 million

On-going construction commitments include:

The water department is continuing its water line replacement program. Utility relocations have also begun for the Roswell Street improvement project.
The City intends to capitalize the infrastructure assets and depreciate them over the estimated useful life.

Additional information on the City's capital assets can be found in Note 6 of this report. Construction commitments are currently included in the fund balance reserved for encumbrances for governmental funds.

Long-term debt. At June 30, 2009, the City of Marietta had the following outstanding long-term debt (principal amount):

- $6.6 million 2002 School General Obligation Bonds
- $8.6 million 2007 Public Safety Refunding Bonds
- $30 million 2008 School Refunding Bonds
- $9.8 million 2007 DMDA Revenue Bonds
- $578 thousand note payable for property
- $13.0 million 1996-A Series Marietta Conference Center & Resort Revenue Bonds
- $6.1 million 1996-B Series Marietta Conference Center & Resort Revenue Bonds
- $4.3 million 2003 Series Marietta Conference Center & Resort Revenue Bonds
- $4.8 million capital lease funded through the City Club for the golf course

- $269 thousand capital leases for golf carts
- $7.9 million Series 2005 Tax Allocation District bonds
- $7 million Series 2008 Marietta Conference Center Revenue Bonds
- The City has received a credit rating of Aa3 from Moody's Investor Services, Inc. and an AA+ rating from Standard & Poor's Corporation along with an AA rating from Fitch's Inc. Standard & Poor's upgraded the city debt in 2008. The other two agencies upgraded the City's ratings in 2001, the ratings have remained the same through fiscal year 2009.

Georgia Revised Statues provide for a general obligation debt limit of 10% of the assessed valuation. The City has a general obligation debt capacity of $257 million at the end of fiscal year 2009.

Additional information on the City of Marietta's debt can be found in Notes 7 through 8.

Other Matters. The following factors are expected to have a significant effect on the City's financial position or results of operations and were taken into account in developing the fiscal year 2010 budget:

- In fiscal year 2003 the Georgia Department of Community Affairs (DCA) awarded the City of Marietta a grant for Roswell Street improvements of $1,678,400 that has been supplemented by an additional $720,000 grant from the Atlanta Regional Commission (ARC) in fiscal year 2004 and a second grant of $800,000 in fiscal year 2005. The funding for this project will total approximately $4 million over the three years, which includes the City's matching requirements for receiving the grants. The City needed to match 25% of the total project, which was funded from the Capital Project Fund.
- No fee increases were imposed for fiscal year 2009
- Redevelopment efforts will continue to be a major focus of the City. The Marietta Redevelopment Corporation was established this during fiscal year 2004, three Tax Allocation Districts have been established, a number of redevelopment projects are currently under construction.
- Increasing home ownership will also be a major focus of our redevelopment efforts. Several new mixed-use developments are planned such as the former Johnny Walker homes site on Powder Springs Road, the Clay Homes redevelopment project and Emerson Overlook, both along Roswell Street near Marietta Square. These large-scale projects along with their surrounding neighborhoods will have a tremendous influence in revitalizing the City Center.

- The utility's capital improvement plan has committed millions of dollars toward the areas of redevelopment that are coming on line in the near future. The electrical utility plans to add a new substation with eight feeders on North Marietta Parkway, complete additional feeder projects along Powder Springs Street and Roswell Street, install underground facilities at Johnny Walker Homes, Manget Street, Clay Homes, and Wynhaven, and upgrade and convert Roswell Street from overhead to underground. Likewise, the water department will replace old water and sewer mains in these neighborhoods to meet the needs of these growing areas. Total capital budget for fiscal year 2010 is $17.6 million.

- The Public Works has budgeted over $12.1 million for transportation and road projects. Projects such as new road construction, general street, drainage and intersection improvements, sidewalk and multi-use trail construction, and street resurfacing and repairs are funded by collections from a 1% special purpose local option sales tax (SPLOST) enacted as of January 1, 2006.

- In developing the budget the City was anticipating the budget would slowly recover from the economic slowdown and predicted that revenues would not grow as they have in the past years and therefore cut budgeted operating expenses to zero growth in fiscal year 2010 for most departments.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Marietta's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, 205 Lawrence Street, Marietta, GA 30060.

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BASIC FINANCIAL STATEMENTS

BASIC FINANCIAL STATEMENTS

CITY OF MARIETTA, GEORGIA
STATEMENT OF NET ASSETS
JUNE 30, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Marietta Redevelopment Corporation
Assets:				
Cash and cash equivalents	$ 9,398,750	$ 170,970	$ 9,569,720	$ 288,076
Equity in pooled cash	6,612,648	1,682,560	8,295,208	-
Investments	18,077,002	19,439,819	37,516,821	4,894,613
Inventories	62,862	3,184,531	3,247,393	-
Receivables, net	1,022,685	14,829,910	15,852,595	318
Internal balances	(3,184,793)	3,184,793	-	-
Due from other governments	33,807,860	-	33,807,860	-
Prepaid items	31,048	-	31,048	-
Restricted assets	18,532,636	10,122,937	28,655,573	1,002,550
Other assets, net	520,024	4,898,464	5,418,488	-
Capital assets, non depreciated	10,175,685	8,752,260	18,927,945	-
Capital assets, depreciated, net	49,440,194	127,706,480	177,146,674	-
Total assets	144,496,601	193,972,724	338,469,325	6,185,557
Liabilities:				
Accounts payable and other current liabilities	4,760,711	13,133,425	17,894,136	9,613
Claims and judgements payable	2,175,775	-	2,175,775	-
Unearned revenue	103,227	-	103,227	-
Noncurrent liabilities:				
Due within one year	8,594,772	2,148,826	10,743,598	4,102,966
Due in more than one year	63,898,284	43,654,851	107,553,135	-
Total liabilities	79,532,769	58,937,102	138,469,871	4,112,579
Net Assets				
Invested in capital assets, net of related debt	40,647,949	105,531,822	146,179,771	-
Restricted for:				
Debt service	4,701,507	2,281,462	6,982,969	-
Capital projects	17,133,262	-	17,133,262	-
Culture and recreation	773,271	-	773,271	-
Other purposes	5,168	6,232	11,400	2,550
Unrestricted	1,702,675	27,216,106	28,918,781	2,070,428
Total net assets	$ 64,963,832	$ 135,035,622	$ 199,999,454	$ 2,072,978

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009

		Program Revenue			Net (Expense) Revenue and Change in Net Assets – Primary Government			Component Unit
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Marietta Redevelopment Corporation
Primary Government								
Governmental activities:								
General government	$ 5,918,941	$ 9,346,589	$ 11,288	$ -	$ 3,438,936	$ -	$ 3,438,936	
Public works	13,760,889	3,518,257	-	9,818,966	(423,666)	-	(423,666)	
Culture and recreation	5,124,263	264,132	26,854	-	(4,833,277)	-	(4,833,277)	
Public safety	30,378,175	348,310	981,696	187,513	(28,860,656)	-	(28,860,656)	
Urban redevelopment and housing	6,046,710	692,429	6,258,559	9,973	914,251	-	914,251	
Interest & fiscal charges on long-term debt	2,526,939	-	32,114,500	-	29,587,561	-	29,587,561	
Total governmental activities	63,755,917	14,169,717	39,392,897	10,016,452	(176,851)	-	(176,851)	
Business-type activities:								
Water & Sewer	24,501,021	29,694,453	-	661,994	-	5,855,426	5,855,426	
Electric	84,808,669	90,377,637	-	-	-	5,568,968	5,568,968	
Golf	1,725,593	1,705,843	-	-	-	(19,750)	(19,750)	
Conference Center	3,496,708	1,726,505	-	-	-	(1,770,203)	(1,770,203)	
Total business-type activities	114,531,991	123,504,438	-	661,994	-	9,634,441	9,634,441	
Total Primary Government	$ 178,287,908	$ 137,674,155	$ 39,392,897	$ 10,678,446	$ (176,851)	$ 9,634,441	$ 9,457,590	
Component Unit:								
Marietta Redevelopment Corporation	211,656	111,115	-	-				(100,541)
Total Component Units	$ 211,656	$ 111,115	$ -	$ -				$ (100,541)
General Revenues:								
Property Taxes					13,492,266	-	13,492,266	-
Insurance premium tax					3,288,021	-	3,288,021	-
Alcohol taxes					803,261	-	803,261	-
Hotel, motel tax					1,893,459	-	1,893,459	-
Franchise taxes					5,290,662	-	5,290,662	-
Auto rental tax					412,431	-	412,431	-
Unrestricted investment earnings					536,713	712,646	1,249,359	27,904
Gain on sale of capital assets					143,752	165,386	309,138	-
Operating grants not restricted to a specific program					1,669,199	-	1,669,199	-
Transfers					9,185,750	(9,185,750)	-	-
Total general revenues and transfers					36,715,514	(8,307,718)	28,407,796	27,904
Change in net assets					36,538,663	1,326,723	37,865,386	(72,637)
Net assets - beginning, before restatement					27,743,598	133,975,153	161,718,751	2,145,615
Restatement					681,571	(266,254)	415,317	-
Net assets - beginning, after restatement					28,425,169	133,708,899	162,134,068	2,145,615
Net assets - ending					$ 64,963,832	$ 135,035,622	$ 199,999,454	$ 2,072,978

See accompanying notes to financial statemen

CITY OF MARIETTA, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2009

	General	Debt Service	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	$ 1,527,108	$ 900,523	$ 12,008,032	$ 3,046,880	$ 17,482,543
Cash with fiscal agent	-	-	-	936,091	936,091
Equity in pooled cash	-	-	3,940,531	2,672,117	6,612,648
Investments	14,289,694	5,624,081	-	329,151	20,242,926
Receivables, net	585,985	182,637	2,365	99,056	870,043
Prepaid items	31,048	-	-	-	31,048
Due from other funds	2,703,917	-	-	-	2,703,917
Due from other governments	357,234	19,242	2,536,115	673,711	3,586,302
Inventories	-	-	-	15,271	15,271
Total assets	$ 19,494,986	$ 6,726,483	$ 18,487,043	$ 7,772,277	$ 52,480,789
Liabilities and fund balances					
Liabilities:					
Accounts payable	$ 1,385,562	$ -	$ 1,659,907	$ 145,711	$ 3,191,180
Retainage payable	-	-	238,508	-	238,508
Accrued liabilities	891,222	-	-	25,668	916,890
Due to other funds	429,793	1,860,370	-	102,730	2,392,893
Due to component unit	47,956	-	-	-	47,956
Deferred revenue	284,669	164,606	-	158,730	608,005
Total liabilities	3,039,202	2,024,976	1,898,415	432,839	7,395,432
Fund balances:					
Reserved for:					
Encumbrances	1,015,031	-	6,689,245	260,123	7,964,399
Prepaids	31,048			-	31,048
Culture and recreation	599,193	-	-	-	599,193
Debt service	-	4,701,507	-	-	4,701,507
Unreserved - designated, reported in:					
General fund	48,857	-	-	-	48,857
Capital projects funds	-		229,591	57,079	286,670
Special revenue funds	-	-	-	983,273	983,273
Unreserved - undesignated, reported in:					
General fund	14,761,655	-	-	-	14,761,655
Special revenue funds	-	-	-	5,745,649	5,745,649
Capital projects funds	-	-	9,669,792	293,314	9,963,106
Total fund balances	16,455,784	4,701,507	16,588,628	7,339,438	45,085,357
Total liabilities and fund balances	$ 19,494,986	$ 6,726,483	$ 18,487,043	$ 7,772,277	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	58,844,393
Revenues earned but unavailable are not reported in the funds.	504,778
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Receivable from other governments	30,220,393
Unamortized bond issue costs	520,024
Internal service funds are used by management to charge the costs of fleet management and insurance to individual funds. The assets and liabilities of the internal service funds and a receivable from business type activities are included in governmental activities in the statement of net assets.	2,256,370
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Net OPEB obligation	(6,444,646)
Net pension obligation	(1,154,073)
Unmatured bonds	(62,835,805)
Unamortized deferred loss on refunding	1,234,885
Unamortized bond premium	(32,091)
Accrued compensated absences	(2,657,823)
Loans payable	(577,930)
Net assets of governmental activities	$ 64,963,832

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	General	Debt Service	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	$ 17,376,953	$ 5,024,252	$ -	$ 2,695,883	$ 25,097,088
Licenses and permits	5,799,547	-	-	-	5,799,547
Intergovernmental	2,325,181	3,692,565	9,459,835	6,774,103	22,251,684
Charges for services	4,052,465	-	-	112,026	4,164,491
Fines and forfeits	3,538,722	-	-	-	3,538,722
Investment earnings	289,161	70,382	290,158	47,908	697,609
Other	722,474	-	-	78,440	800,914
Total revenues	34,104,503	8,787,199	9,749,993	9,708,360	62,350,055
Expenditures:					
Current:					
General government	7,633,637	-	-	-	7,633,637
Public works	7,822,994	-	-	330,190	8,153,184
Culture and recreation	4,475,321	-	-	232,394	4,707,715
Public safety	25,407,953	-	-	31,194	25,439,147
Urban redevelopment and housing	-	-	-	6,046,710	6,046,710
Capital outlay	-	-	12,707,741	-	12,707,741
Debt service:					
Principal retirement	49,683	6,140,000	-	-	6,189,683
Interest & fiscal charges	30,252	1,579,589	363,308	851,155	2,824,304
Capital projects	-	-	-	155,581	155,581
Total expenditures	45,419,840	7,719,589	13,071,049	7,647,224	73,857,702
Excess (deficiency) of revenues over expenditures	(11,315,337)	1,067,610	(3,321,056)	2,061,136	(11,507,647)
Other financing sources (uses):					
Sale of capital assets	143,752	-	-	-	143,752
Transfers in	15,845,087	-	-	-	15,845,087
Transfers out	(4,927,883)	(24,491)	(59,835)	(2,394,588)	(7,406,797)
Total other financing sources (uses)	11,060,956	(24,491)	(59,835)	(2,394,588)	8,582,042
Net change in fund balance	(254,381)	1,043,119	(3,380,891)	(333,452)	(2,925,605)
Fund balances at beginning of year	16,710,165	3,658,388	19,969,519	7,672,890	48,010,962
Fund balances at end of year	$ 16,455,784	$ 4,701,507	$ 16,588,628	$ 7,339,438	$ 45,085,357

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2009

Amounts reported for governmental activities in the statement of activities (page 17) are different because:

Net change in fund balances-total governmental funds (page 19)	$(2,925,605)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay ($14,613,858) exceeded depreciation ($5,412,398) in the current period.	9,201,460
Receipts of long-term receivables are reported as revenues in the governmental funds but entering into a long-term receivable agreement is included in the Statement of Net Assets:	
Receipts of long-term receivables	(2,187,440)
Long-term receivable agreements entered into during the fiscal year	30,590,000
The net effect of revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	83,012
Repayment of debt principal and bond costs are expenditures in the governmental funds, but the repayment reduces long-term liabilities and bond costs are capitalized in the Statement of Net Assets.	6,688,879
Annual actuarial costs in excess of pension contributions are not recorded as expenditures in the governmental funds.	(963,285)
Annual actuarial costs in excess of OPEB contributions are not recorded as expenditures in the governmental funds.	(3,154,438)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Accrued compensated absences	(183,948)
Amortization for bond issue costs, bond premium, and loss on bond refunding	(201,829)
Internal service funds are used by management to charge the costs of fleet management and self-insurance individual funds.	(408,143)
Change in net assets of governmental activities (page 17)	$ 36,538,663

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
June 30, 2009

	Major: Board of Lights and Waterworks	Major: Marietta Conference Center & Resort	City Golf Course	Totals	Governmental Activities - Internal Service Funds
ASSETS					
Current assets:					
Cash and cash equivalents	$ 165,646	$ -	$ 5,324	$ 170,970	$ 3,888,671
Equity in pooled cash	1,682,560	-	-	1,682,560	-
Investments	19,439,819	-	-	19,439,819	3,458,156
Restricted assets:					
Revenue bond debt service	-	2,418,022	-	2,418,022	-
Facility renovation	-	985,557	-	985,557	-
Furniture and fixtures reserve	-	6,232	-	6,232	-
Receivables, net	14,823,681	59	6,170	14,829,910	152,642
Due from other funds	5,268,058	127,968	-	5,396,026	-
Due from other governments	-	-	-	-	1,165
Inventories, at cost	3,184,531	-	-	3,184,531	47,591
Total current assets	44,564,295	3,537,838	11,494	48,113,627	7,548,225
Noncurrent assets:					
Restricted assets:					
Investments	6,713,126	-	-	6,713,126	-
Total restricted assets	6,713,126	-	-	6,713,126	-
Property, plant and equipment:					
Land and land improvements	1,382,976	769,284	6,600,000	8,752,260	-
Buildings and improvements	15,633,984	23,326,210	2,028,342	40,988,536	496,340
Electrical plant in service	94,009,926	-	-	94,009,926	-
Water and sewer system	71,859,675	-	-	71,859,675	-
Machinery and equipment	46,089,351	12,376,153	3,607,228	62,072,732	1,014,502
	228,975,912	36,471,647	12,235,570	277,683,129	1,510,842
Less: accumulated depreciation	(121,732,688)	(15,571,684)	(3,920,017)	(141,224,389)	(739,356)
Net property, plant and equipment	107,243,224	20,899,963	8,315,553	136,458,740	771,486
Other assets:					
Inventories, at cost	-	256,309	-	256,309	-
Unamortized costs	-	1,408,019	97,840	1,505,859	-
Investment	3,729,966	-	-	3,729,966	-
	3,729,966	1,664,328	97,840	5,492,134	-
Less: accumulated amortization	-	(593,670)	-	(593,670)	-
Net other assets	3,729,966	1,070,658	97,840	4,898,464	-
Total noncurrent assets	117,686,316	21,970,621	8,413,393	148,070,330	771,486
Total assets	$ 162,250,611	$ 25,508,459	$ 8,424,887	$ 196,183,957	$ 8,319,711

See accompanying notes to financial statements.
Continued on next page.

CITY OF MARIETTA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS (CONT'D)
June 30, 2009

	Major: Board of Lights and Waterworks	Major: Marietta Conference Center & Resort	City Golf Course	Totals	Governmental Activities - Internal Service Funds
LIABILITIES					
Current liabilities:					
Accounts payable	$ 11,930,128	$ 17,540	$ 65,243	$ 12,012,911	$ 347,239
Accrued salaries	378,623	-	-	378,623	18,937
Accrued sales tax	518,100	-	-	518,100	-
Other accrued liabilities	-	21,330	-	21,330	-
Accrued compensated absences	303,701	-	-	303,701	12,442
Due to other funds	-	696,413	1,015,250	1,711,663	3,995,387
Capital lease obligations	-	-	679,289	679,289	-
Bonds payable	-	1,045,000	-	1,045,000	-
Accrued interest payable	-	136,560	65,901	202,461	-
Claims and judgements payable	-	-	-	-	2,175,775
Total current liabilities:	13,130,552	1,916,843	1,825,683	16,873,078	6,549,780
Long-term liabilities (net of current portion):					
Accrued compensated absences	507,838	-	-	507,838	13,131
Net pension obligation	288,084	-	-	288,084	-
Net OPEB obligation	1,829,354	-	-	1,829,354	-
Customer deposits	6,713,126	-	-	6,713,126	-
Capital lease obligations	-	-	4,075,285	4,075,285	-
Revenue bonds	-	30,362,000	-	30,362,000	-
Total long-term liabilities	9,338,402	30,362,000	4,075,285	43,775,687	13,131
Total liabilities	22,468,954	32,278,843	5,900,968	60,648,765	6,562,911
NET ASSETS					
Invested in capital assets, net of related debt	107,243,224	(5,206,480)	3,495,078	105,531,822	771,487
Restricted for:					
Debt Service	-	2,281,462	-	2,281,462	-
Other	-	6,232	-	6,232	-
Unrestricted	32,538,433	(3,851,598)	(971,159)	27,715,676	985,313
Total net assets	$ 139,781,657	$ (6,770,384)	$ 2,523,919	135,535,192	$ 1,756,800
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				(499,570)	
Net assets of business-type activities				$ 135,035,622	

See accompanying notes to financial statements.
Continued from previous page.

CITY OF MARIETTA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
For the Fiscal Year Ending June 30, 2009

	Major: Board of Lights and Waterworks	Major: Marietta Conference Center & Resort	City Golf Course	Totals	Governmental Activities - Internal Service Funds
Operating revenues:					
Charges for services	$ 118,838,617	$ -	$ 1,702,849	$ 120,541,466	$ 2,996,924
Lease income	-	1,726,505	-	1,726,505	-
Other	1,220,195	-	-	1,220,195	37,245
Contributions	-	-	-	-	8,507,893
Total operating revenues	120,058,812	1,726,505	1,702,849	123,488,166	11,542,062
Operating expenses:					
Personal services	15,270,637	-	-	15,270,637	704,831
Operating	83,560,590	133,813	1,286,685	84,981,088	4,342,555
Other	935,111	-	-	935,111	-
Depreciation	9,402,911	1,314,758	202,630	10,920,299	42,583
Benefits and claims	-	-	-	-	7,877,588
Total operating expenses	109,169,249	1,448,571	1,489,315	112,107,135	12,967,557
Operating income (loss)	10,889,563	277,934	213,534	11,381,031	(1,425,495)
Nonoperating revenues (expenses):					
Investment earnings	673,537	39,109	-	712,646	129,451
Interest and fiscal charges	-	(1,986,110)	(218,364)	(2,204,474)	-
Amortization	-	(62,027)	(17,914)	(79,941)	-
Gain (loss) on sale of capital assets	165,386	-	-	165,386	-
Other	13,278	-	2,994	16,272	-
Total nonoperating revenues (expenses)	852,201	(2,009,028)	(233,284)	(1,390,111)	129,451
Contributed capital from developers	661,994	-	-	661,994	-
Income (loss) before transfers	12,403,758	(1,731,094)	(19,750)	10,652,914	(1,296,044)
Transfers					
Transfers in	3,186,959	595,402	367,677	4,150,038	1,325,946
Transfers out	(13,822,935)	-	(27,088)	(13,850,023)	(64,251)
Total transfers	(10,635,976)	595,402	340,589	(9,699,985)	1,261,695
Change in net assets	1,767,782	(1,135,692)	320,839	952,929	(34,349)
Net assets at beginning of year, before restatement	138,331,692	(5,634,692)	2,203,080		1,791,149
Restatement	(317,817)	-	-		-
Net assets at beginning of year, after restatement	138,013,875	(5,634,692)	2,203,080		1,791,149
Net assets at end of year	$ 139,781,657	$ (6,770,384)	$ 2,523,919		$ 1,756,800
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				373,794	
Change in net assets of business-type activities				$ 1,326,723	

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
For the Fiscal Year Ending June 30, 2009

	MAJOR				
	Board of Lights and Waterworks	Marietta Conference Center & Resort	City Golf Course	TOTALS	Governmental Activities- Internal Service Funds
Cash flows from operating activities:					
Cash received from customers	$ 115,652,000	$ -	$ 1,720,034	$ 117,372,034	$ 11,499,756
Cash received from other operating activities	1,220,195	-	2,994	1,223,189	-
Cash payments goods and services	(83,159,596)	481,039	(1,851,188)	(84,529,745)	(4,346,967)
Cash payments for benefits and claims	-	1,726,505	-	1,726,505	(7,680,398)
Cash payments for employee services and fringe benefits	(13,933,916)	-	-	(13,933,916)	(699,628)
Cash payments for other operating activities	-	-	-	-	1,964,840
Cash received from lease	-	-	-	-	-
Net cash from (to) operating activities	19,778,683	2,207,544	(128,160)	21,858,067	737,603
Cash flows from noncapital financing activities:					
Transfers in	3,186,959	595,402	367,677	4,150,038	1,325,946
Transfers out	(13,822,935)	-	(27,088)	(13,850,023)	(64,251)
Net cash from (to) noncapital financing	(10,635,976)	595,402	340,589	(9,699,985)	1,261,695
Cash flows from capital and related financing activities:					
Payments for capital acquisitions	(17,171,799)	(4,901,307)	(88,063)	(22,161,169)	(24,442)
Proceeds from asset sales	165,386	-	-	165,386	-
Payments on capital leases	-	-	(826,379)	(826,379)	-
Bond principal payments	-	(990,000)	-	(990,000)	-
Interest and fiscal charges	-	(1,996,042)	(152,463)	(2,148,505)	-
Bond issuance proceeds	-	-	-	-	-
Issue costs on debts	-	-	17,914	17,914	-
Net cash from (to) capital and related financing activities	(17,006,413)	(7,887,349)	(1,048,991)	(25,942,753)	(24,442)
Cash flows from investing activities:					
Rental income received (paid)	13,278	-	-	13,278	-
Investment income received (paid)	718,197	39,109	-	757,306	128,473
Investment (purchases) sales	(1,636,766)	5,045,294	-	3,408,528	(979,615)
Net cash from (to) investing activities	(905,291)	5,084,403	-	4,179,112	(851,142)
Net increase (decrease) in cash and cash equivalents	(8,768,997)	-	(836,562)	(9,605,559)	1,123,714
Cash and cash equivalents at beginning of year:					
Cash	10,291,538	-	841,886	11,133,424	2,764,957
Equity in pooled cash	325,665	-	-	325,665	-
Total cash and cash equivalents, beginning of year	10,617,203	-	841,886	11,459,089	2,764,957
Cash and cash equivalents at end of year:					
Cash	165,646	-	5,324	170,970	3,888,671
Equity in pooled cash	1,682,560	-	-	1,682,560	-
Total cash and cash equivalents, end of year	$ 1,848,206	$ -	$ 5,324	$ 1,853,530	$ 3,888,671

See accompanying notes to financial statements.
Continued on next page.

CITY OF MARIETTA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
For the Fiscal Year Ending June 30, 2009

	MAJOR				
	Board of Lights and Waterworks	Marietta Conference Center & Resort	City Golf Course	TOTALS	Governmental Activities- Internal Service Funds
Reconciliation of operating income (loss) to net cash from operating activities:					
Operating income (loss)	$ 10,889,563	$ 277,934	$ 213,534	$ 11,381,031	$ (1,425,495)
Adjustments to reconcile operating income to net cash from operating activities:					
Miscellaneous revenue	-	-	2,994	2,994	-
Depreciation	9,402,911	1,314,758	202,630	10,920,299	42,583
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	-	-	17,185	17,185	250,720
(Increase) decrease in contributions receivable	-	-	-	-	(133,951)
(Increase) decrease in utility accounts receivable	(1,215,211)	-	-	(1,215,211)	-
(Increase) decrease in due from other funds	(2,147,248)	-	-	(2,147,248)	3,783
(Increase) decrease in inventories	(35,878)	(1,817)	-	(37,695)	71,549
(Increase) decrease in net pension asset/obligation	240,459	-	-	240,459	-
(Increase) decrease in due from other governments	-	-	-	-	7,406
Increase (decrease) in accounts payable	1,362,405	17,540	(14,033)	1,365,912	42,691
Increase (decrease) in accrued salaries	59,438	-	-	59,438	4,158
Increase (decrease) in accrued commissions	-	-	-	-	-
Increase (decrease) in accrued sales tax	37,528	-	-	37,528	-
Increase (decrease) in accrued compensated absences	44,262	-	-	44,262	1,045
Increase (decrease) in net OPEB obligation	992,562	-	-	992,562	-
Increase (decrease) in other accrued expenses	-	(6,042)	-	(6,042)	-
Increase (decrease) in due to other funds	(27,950)	605,171	(550,470)	26,751	1,675,924
Increase (decrease) in customer deposits	175,842	-	-	175,842	-
Increase (decrease) in claims and judgments payable	-	-	-	-	- 197,190
Increase (decrease) in other liabilities	-	-	-	-	-
Net cash from (to) operating activities	$ 19,778,683	$ 2,207,544	$ (128,160)	$ 21,858,067	$ 737,603

SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:

During 2009, assets contributed by developers totaled $661,944.

See accompanying notes to financial statements.

Continued from previous page.

CITY OF MARIETTA, GEORGIA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2009

	OPEB Trust Fund	Pension Trust Fund
Assets		
Cash and cash equivalents	$ 79,238	$ 4,609,723
Receivables:		
Accrued interest	8	356,716
Contributions:		
Employer	-	132,434
Employee	-	32,640
Miscellaneous	-	925
Total receivables	8	522,715
Investments, at fair value		
United States government securities	-	13,741,915
Corporate notes and debentures	-	19,163,844
Common stock	-	18,707,452
Mutual funds	-	3,508,895
Convertible preferred stock	-	974,436
Total investments	-	56,096,542
Total assets	79,246	61,228,980
Liabilities		
Accrued expenses	417	102,450
Total liabilties	417	102,450
Net assets:		
Held in trust for OPEB benefits (See required supplementary information)	78,829	-
Held in trust for pension benefits (See required supplementary information)	-	61,126,530
Total Net Assets	$ 78,829	$61,126,530

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
For the Fiscal Year Ended June 30, 2009

	OPEB Trust Fund	Pension Trust Fund
Additions:		
Employer contributions	$ -	$ 5,010,067
Employee contributions	-	609,535
Contributions from others	31,628	-
	31,628	5,619,602
Investment income (expenses):		
Net depreciation (depreciation) of fair value of investments	-	(6,961,187)
Interest and dividends	349	2,105,720
Total investment income	349	(4,855,467)
Less investment expenses	-	(226,773)
Net investment income (expenses)	349	(5,082,240)
Total additions	31,977	537,362
Deductions:		
Pension benefits paid	-	7,348,406
Administrative costs	5,104	155,411
Other expenses	-	-
Total deductions	5,104	7,503,817
Change in net assets	26,873	(6,966,455)
Net assets - beginning of year	51,956	68,092,985
Net assets - end of year	$ 78,829	$ 61,126,530

See accompanying notes to financial statements.

The accounting methods and procedures adopted by the City of Marietta, Georgia, conform to generally accepted accounting principles as applied to governmental entities. The following notes to the financial statements are an integral part of the City's Comprehensive Annual Financial Report.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. *Reporting Entity*

The City of Marietta (City) was created in 1852 and operates under an elected Mayor/Council form of government. The City's major operations include social services, public safety, fire protection, culture-recreation, regulation and control of the water, light, and sewer systems, highways and streets, sanitation, public improvements, planning and zoning, and general administrative services.

The financial statements of the reporting entity include those of the City of Marietta (the primary government) and its component unit. The component unit discussed below is included in the reporting entity because of the significance of their operational or financial relationship with the City.

In conformity with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards No. 14. "The Financial Reporting Entity", which was adopted by the City as of July 1, 1993, the financial statements of the component unit has been included as a discretely presented component unit. The component unit column in the government-wide financial statements includes the financial data for the City's component unit, as reflected in their most recent audited financial statements. The fiscal year end of the component unit is June 30. Financial information of the component unit is reported in a column separate from the City's financial information to emphasize that they are legally separate from the City.

A brief description of the discretely presented component unit is as follows:

Marietta Redevelopment Corporation:

The Marietta Redevelopment Corporation was created by the City of Marietta, pursuant to the Downtown Development Authorization Law (Chapter 42 of Title 36 of the Official Code of Georgia) in February 2003. It was incorporated on February 12, 2003 and was granted tax exempt status by the Internal Revenue Code of 1986. The Internal Revenue Service determined that the Corporation is not a private foundation under Section 509(a) of the Code. The purpose of the Corporation is to strengthen the economic and residential base of the City of Marietta by reutilizing property for neighborhood and community redevelopment and other public purposes.

The City Council appoints all members of the Board of Directors of the Corporation. The City provides a majority of the Corporation's resources.

The Corporation did not issue separate Component Unit Financial Statements. The amounts reported under accrual basis of accounting are not different than those using the modified accrual basis of accounting. An annual budget is not adopted for the Corporation.

The City's financial statements had previously included the Marietta Welcome Center and Visitors Bureau, Inc. (MWCVB) as a component unit of the City. However, the financial information of the MWCVB is not material to the City and therefore is not included in the current year presentation.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

A. Reporting Entity (Cont'd)

Related Organization: The Marietta Housing Authority is a related organization which has not been included in the reporting entity. The Authority provides low-income housing to eligible families in the City. The Board consists of five members appointed by the City Council; however, the City does not have the ability to impose its will or have a financial benefit or burden relationship. The Department of Housing and Urban Development subsidizes Housing Authority operations and sets rates charged for housing. The debts of the Housing Authority are not secured by the City and deficits are not financed by the City. No budgetary or financial relationship exists between the City of Marietta and the Marietta Housing Authority.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from the legally separate *component units* for which the primary government is financially accountable. The City's net assets are reported in three parts- invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The City first utilizes restricted resources to finance qualifying activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting,* as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when a payment is due.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

The SPLOST Fund accounts for the proceeds received from Cobb County Special Purpose Local Option Sales Tax collections to be used for transportation, sidewalks, and public safety radio system improvements within the City.

The government reports the following major proprietary funds:

The Board of Lights and Waterworks Fund accounts for the operations of the electric and water distribution, and sewer collection services.

The Marietta Conference Center and Resort Fund accounts for the assets and debt of the City's conference center.

Additionally, the government reports the following fund types:

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Enterprise Funds – Enterprise Funds are used to account for those operations that are financed and operated in a manner similar to private business.

Internal Service Funds - Internal Service Funds account for services performed by a central service department for other departments or agencies of the governmental unit. The City has a Self-Insurance internal service fund which is used for the purpose of providing self-funding for casualty, liability, workers' compensation and medical claims. The City also has a Motor Transport internal service fund which is used to provide repair and maintenance services for vehicles owned by various City departments.

Trust Funds – Trust Funds account for assets held by the City in a trustee capacity for individuals.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's electric, water and sewer function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Certain indirect costs have been included as part of the program expenses reported for the various functional activities.

D. Budgets and Budgetary Accounting

An operating budget is legally adopted each fiscal year for the General, Special Revenue, Debt Service, and Capital Projects Funds.

Budgets for the General Fund, Special Revenue Funds, and Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP) except that encumbrances are treated as budgeted expenditures in the year of the incurrence of the commitment to purchase. Investment earnings are not budgeted for in the HUD-Housing Assistance Payments Program, Local Law Enforcement Block Grant, Gone With the Wind, Tree Preservation, Local Option Sales Tax, and SPLOST Funds. Certain intergovernmental revenues are budgeted as tax revenues in the Tax Allocation District Fund. Capital outlay expenditures were not budgeted for in the HUD-Housing Assistance Payments Program and Other Revenue was not budgeted for in the Cemetery Maintenance Fund. Actual GAAP expenditures and revenues in the General, Special Revenue, Debt Service, and Capital Projects Funds have been adjusted to the budgetary basis for comparison within this report.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets and Budgetary Accounting (Cont'd)

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

General Fund; Special Revenue Funds; Debt Service Fund; Capital Project Funds:

1. Prior to May 15, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at locations throughout the City to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of an ordinance.

The City Manager is authorized to transfer budgeted amounts among divisions within departments within any fund; however, any revisions that alter the total expenditures of any department must be approved by the City Council. During fiscal year 2009, approximately $1.5 million in appropriations for expenditures were made in the governmental type funds.

The level of control (the level at which expenditures may not legally exceed appropriations) for each of the above legally adopted budgets is at the department level.

Budgeted amounts reflected in the accompanying budget and actual comparisons are as originally adopted, or as amended, by the City Council. For budgetary comparison purposes presented in this report, actual amounts have been adjusted to the non-GAAP budgetary basis when necessary.

Unencumbered appropriations lapse at year end.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General, Special Revenue and Capital Projects Funds. Encumbrances outstanding at year end are treated as expenditures on the budgetary basis of accounting and as reservations of fund balances on the GAAP basis of accounting.

E. Cash and Investments

Cash and cash equivalents include amounts in demand deposits and all highly liquid investments with a maturity of three months or less when purchased. Equity in Pooled Cash represents each fund's equity share of total pooled cash held in a demand deposit account at a local financial institution. For purposes of the statement of cash flows, cash and cash equivalents includes both of these categories.

Investments are stated at fair value. Fair value of the external investment pool, Georgia Fund I, is equal to the value of the pool shares. The Office of the Treasury and Fiscal Services is the oversight agency for Georgia Fund I.

Statutes authorize the City to invest in U.S. Government obligations, U.S. Government Agency obligations, State of Georgia obligations, obligations of other municipalities, and repurchase agreements. The Pension Trust is authorized to invest in corporate bonds, domestic common stocks, and equity real estate through pooled investment accounts.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Investments (Cont'd)

The City invests in an external investment pool, the Municipal Competitive Trust, which is administered by the Municipal Electric Authority of Georgia ("MEAG"), a governmental entity. The City is a beneficiary of this trust. The Municipal Competitive Trust permits the investment of funds in direct obligations of the United States Government, direct and general obligations of states, certain Federal agency discount notes and repurchase agreements collateralized by securities, which would otherwise be permissible under the laws of the State of Georgia. The fair value of the City's position in the pool changes with market conditions, and is calculated based on the fair market value of net assets held in the pool at the close of each business day.

See Notes 2 and 3 for additional information regarding Cash and Investments.

F. Short-Term / Long-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds."

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either interfund receivables/payables (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the non-current portion of interfund loans).

Noncurrent portions of long-term interfund loan receivables are reported as advances and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation. As of June 30, 2009, there are no non-current portions of interfund balances.

Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

G. Inventories

Inventories are valued at cost, which approximates market, using the average cost method. Inventory in the Enterprise Funds consist of expendable supplies held for guest room supplies and items needed for repairs or improvements to the utility system. The cost is recorded as an asset at the time individual inventory items are purchased. The consumption method is used to account for inventories within the City's Funds.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2009 are recorded as prepaid items. The consumption method is used to account for prepaid items within the City's Funds.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

I. Restricted Assets

Resources accumulated in the SPLOST capital project fund for completion of projects are classified as restricted assets on the balance sheet.

Customer deposits received by the Board of Lights and Waterworks to initiate service are classified as a restricted asset on the balance sheet because the funds will be returned to the customer when service is terminated.

Resources accumulated in the Marietta Conference Center and Resort Enterprise Fund for debt service payments over the next twelve months, facility renovation and funds accumulating for the replacement of furniture and fixtures are classified as restricted assets on the balance sheet.

Resources accumulated in the Debt Service Fund for debt service payments over the next twelve months are classified as restricted assets on the balance sheet.

J. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

GASBS No. 34 requires the City to report and depreciate new infrastructure assets. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the City. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first effective for fiscal years ending in 2006. The City fully implemented the retroactive infrastructure provisions in the fiscal year ending June 30, 2006.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The capitalization threshold for capital assets is $1,000.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Depreciation has been provided over the estimated useful lives using the straight-line method. Depreciation has been calculated on a percentage basis or estimated useful life as follows:

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

J. *Capital Assets (Cont'd)*

	Board of Lights & Waterworks	Marietta City Golf Course	Conference Center & Resort	Motor Transport	Governmental Funds
Buildings	50 years	40 years	40 years	40 years	40 years
Electric utility system	25-30 year	--	--	--	--
Machinery and equipment	12 years	15 years	5-7 years	5-25 years	5 years
Water and sewer utility system	40 years	--	--	--	--
Streets/Sidewalks/Storm sewers	--	--	--	--	20 years
Bridges	--	--	--	--	30 years

K. *Compensated Absences*

Accumulated unpaid vacation pay amounts are accrued when incurred by the City in the government-wide, proprietary, and fiduciary fund financial statements. The liability of the proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees. A liability in the governmental funds is reported only if the benefit has matured.

Accumulated sick pay benefits for City employees have not been recorded as a liability because the payment of the benefits is contingent upon the future illness of an employee. It is not expected that any unrecorded sick pay benefits will exceed a normal year's accumulation.

L. *Long-Term Obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. *Fund Equity*

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

N. *Comparative Data/Reclassifications*

Comparative total data of the prior years has been presented in the accompanying combining and individual fund financial statements in order to provide an understanding of changes in the City's financial position and operations. Certain reclassifications have been made to the prior year columns to conform to the classifications used in the current year columns.

(2) CASH AND CASH EQUIVALENTS

Custodial Credit Risk –Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City limits its exposure to custodial credit risk by requiring deposits to be collateralized 110% in accordance with State law. As of June 30, 2009, the City was exposed to custodial credit risk. The City had deposits totaling $2,038,657 that were uninsured and collateralized at 103%. The component unit had deposits totaling $1,030,558 that were uninsured and uncollateralized.

(3) INVESTMENTS

As of June 30, 2009, the City's reporting entity had the following investments:

Type of Investment	Rating	Investment Maturities (in Years)				Fair Value
		Less than 1	1 - 5	6 - 10	More than 10	
PRIMARY GOVERNMENT						
Georgia Fund I	Aam	$ 4,898,134	$ -	$ -	$ -	$ 4,898,134
Municipal Competitive Trust	not rated	9,346,091	604,341	24,042	-	9,974,474
Government Bonds	AA	-	-	-	30,120,000	30,120,000
U.S. Agencies	AAA	8,014,341	869,484	1,340,754	-	10,224,579
Total Primary Government (non-fiduciary)		$ 22,258,566	$ 1,473,825	$ 1,364,796	$ 30,120,000	$ 55,217,187
FIDUCIARY FUND						
Common Stocks	n/a	$ n/a	$ n/a	$ n/a	$ n/a	$ 18,707,452
Convertible Preferred Stocks:	A-	-	-	-	264,535	264,535
	BB	-	-	-	90,550	90,550
	BB-	-	-	-	104,800	104,800
	BBB+	-	-	-	185,310	185,310
	BBB	-	-	-	276,846	276,846
	BBB-	-	-	-	52,395	52,395
Equity Mutual Funds	n/a	3,508,895	-	-	-	3,508,895
Money Market Mutual Fund	AAA	3,591,999	-	-	-	3,591,999
Corporate Bonds:	A+	-	1,771,774	1,224,400	976,673	3,972,847
	A	-	1,364,502	2,757,916	135,127	4,257,545
	AA	-	1,557,207	321,329	-	1,878,536
	AA+	-	-	796,175	-	796,175
	AAA	-	-	-	639,363	639,363
	A-	-	618,604	806,753	536,928	1,962,285
	AA-	-	840,770	959,785	151,200	1,951,755
	BBB+	-	204,327	785,077	1,099,896	2,089,300
	BBB	-	144,775	198,359	406,059	749,193
	BBB-	-	134,369	130,550	280,613	545,532
	BB+	-	-	-	119,688	119,688
	NR	-	-	105,078	96,547	201,625
Government Bonds & U.S. Agencies	AAA	-	2,069,286	4,578,133	7,094,496	13,741,915
Total Fiduciary Fund		$7,100,894	$8,705,614	$12,663,555	$12,511,026	$ 59,688,541

Investments of the primary government include $6,713,125 grouped in restricted assets, and $6,192,930 grouped in cash and cash equivalents, and excludes $829,770 of certificates of deposits.

Investments of the fiduciary fund include $3,591,999 grouped with the cash and cash equivalents.

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits the maximum maturity or average life by investment type of the investments of the primary government to 3 years. The City's investment policy limits the weighted average maturity of the fiduciary fund's fixed income portfolio to 10 years.

(3) INVESTMENTS (Cont'd)

Credit Risk. The City does not have a formal policy addressing credit risk.

Custodial Credit Risk. This is the risk that in the event of failure by a counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City limits their exposure to custodial credit risk by requiring all investment securities be secured through third-party custody and safekeeping procedures.

(4) RECEIVABLES

Receivables at June 30, 2009 for the government's individual major funds, and nonmajor and internal service funds in the aggregate consist of the following:

	Taxes and Fines	Accrued Interest	Utility Accounts	Other	Allowance for Uncollectibles	Net Receivables
General Fund	$ 311,686	$ 6,786	$ 205,018	$ 82,794	$ (20,299)	$ 585,985
Board of Lights and Waterworks Fund	-	2,942	15,318,739	-	(498,000)	14,823,681
Marietta Conference Center	-	-	-	59	-	59
SPLOST Fund	-	2,365	-	-	-	2,365
Debt Service Fund	182,702	2,840	-	-	(2,905)	182,637
Nonmajor and Other Funds	93,261	1,216	-	10,873	(124)	105,226
Total	$ 587,649	$ 16,149	$ 15,523,757	$ 93,726	$ (521,328)	$ 15,699,953

(5) RESTRICTED ASSETS

The City's restricted assets in the Enterprise Funds include investments held as security for utility customer deposits on record as of June 30, 2009, and cash and investments held in a separate account as required by the Revenue Bond Ordinance. Under City Golf Course, the cash with fiscal agent is restricted for bond payoff.

Board of Lights and Waterworks:	
Customer deposits	$ 6,713,126
Marietta Conference Center and Resort:	
Revenue bond debt service	2,418,022
Furniture and fixtures reserve	6,232
Facility renovations	985,557
Total	$10,122,937

The City's restricted assets in the Governmental Funds include cash and investments restricted for completion of projects.

SPLOST Capital Project Fund:	
SPLOST projects	$12,008,032

(6) CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2009 was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 7,506,125	$ 2,339,893	$ --	$ 9,846,018
Construction in progress	--	329,667	--	329,667
	7,506,125	2,669,560	--	10,175,685
Capital assets, being depreciated:				
Buildings	32,660,811	7,970	--	32,668,781
Improvements other than buildings	5,501,230	11,300	--	5,512,530
Machinery and equipment	34,226,285	1,394,928	(353,455)	35,267,758
Infrastructure	160,092,541	10,554,542	--	170,647,083
Total capital assets being depreciated	232,480,867	11,968,740	(353,455)	244,096,152
Less accumulated depreciation for:				
Buildings	(14,442,037)	(783,862)	--	(15,225,899)
Improvements other than buildings	(2,624,545)	(606,146)	--	(3,230,691)
Machinery and equipment	(29,756,946)	(1,574,452)	353,455	(30,977,943)
Infrastructure	(142,730,904)	(2,490,521)	--	(145,221,425)
Total accumulated depreciation	(189,554,432)	(5,454,981)	353,455	(194,655,958)
Total capital assets, being depreciated, net	42,926,435	6,513,759	--	49,440,194
Governmental activities capital assets, net	$ 50,432,560	$ 9,183,319	$ --	$ 59,615,879

(6) CAPITAL ASSETS (Cont'd)

Business-type activities:	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	$ 8,752,260	$ --	$ --	$ 8,752,260
Total capital assets, not being depreciated	8,752,260	--	--	8,752,260
Capital assets, being depreciated:				
Buildings and improvements	40,824,205	164,331	--	40,988,536
Plant in service and water/sewer system	151,140,122	14,729,479	--	165,869,601
Machinery and equipment	54,143,380	7,929,352	--	62,072,732
Total capital assets, being depreciated	246,107,707	22,823,162	--	268,930,869
Less accumulated depreciation for:				
Buildings and improvements	(12,946,392)	(497,552)	--	(13,443,944)
Plant in service and water/sewer system	(73,831,407)	(5,403,084)	--	(79,234,491)
Machinery and equipment	(43,528,255)	(5,017,699)	--	(48,545,954)
Total accumulated depreciation	(130,306,054)	(10,918,335)	--	(141,224,389)
Total capital assets, being depreciated, net	115,801,653	11,904,827	--	127,706,480
Business-type activities, capital assets, net	$124,553,913	$ 11,904,827	$ --	$136,458,740

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	$ 190,476
Public safety	1,841,719
Public Works, including depreciation of general infrastructure assets	2,828,324
Culture and recreation	551,879
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	42,583
Total depreciation expense – governmental activities	$ 5,454,981
Business-type activities:	
Water & Sewer	$ 3,583,827
Electric	5,819,084
Conference Center	1,312,794
Golf	202,630
Total depreciation expense – business-type activities	$ 10,918,335

(7) LONG-TERM OBLIGATIONS

Governmental Activities:

General Obligation Bonds:

General obligation bonds have been issued for governmental activities and are comprised of the following individual issues at June 30, 2009:

$39,195,000 1998A School Improvement serial bonds due in annual installments commencing August 1, 2006 of $1,845,000 to $7,025,000 through August 1, 2019; interest at 4.0 to 5.0 percent ($2,210,000 was outstanding after defeasance of $29,075,000 in the fiscal year ended June 30, 2008; $0 outstanding at June 30, 2009). The 1998A were issued to finance the acquisition of land, construction and equipping one new school, and renovating and equipping existing schools, system wide technology improvements and the replacement purchase and upgrade capital equipment for the Marietta School System.

$21,125,000 2002 School Refunding serial bonds due in annual installments of $1,906,000 to $2,525,000 through June 1, 2012; interest at 3.0 to 4.0 percent ($6,550,000 outstanding). The bonds were issued to current refund the 1993 bond issue.

$9,575,000 2007 Public Safety Refunding serial bonds due in annual installments commencing January 1, 2009 of $1,005,000 to $1,415,000 through January 1, 2016; interest at 3.65 percent ($8,570,000 outstanding). The bonds were issued to current refund the 1996 bond issue.

$30,590,000 2008 School Refunding serial bonds due in annual installments commencing February 1, 2009 of $595,000 to $3,545,000 through February 1, 2019; interest at 3.35 percent ($29,995,000 outstanding). The bonds were issued to advance refund the 1998A bond issue. As a result, a portion of the 1998A series bonds is considered defeased, and the City has removed the liability from its records. A note receivable from the Marietta School Board is reflected in the Statement of Activities. Payments will be received from the School Board to offset principal and interest payments.

The advance refunding reduced the total debt service payments over the next 11 years by nearly $1.5 million. This results in an economic gain (difference between the present values of the debt service payments on the old and new debt of $1.1 million.

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2010	$ 6,170,000	$ 1,569,782	$ 7,739,782
2011	6,415,000	1,349,226	7,764,226
2012	5,635,000	1,117,938	6,752,938
2013	4,190,000	915,460	5,105,460
2014	4,360,000	771,650	5,131,650
2015-2019	18,345,000	1,657,629	20,002,629
Total	$45,115,000	$ 7,381,685	$ 52,496,685

$4,701,507 is available in the Debt Service Fund to service the general obligation bonds.

The amount of defeased debt outstanding but removed from the City's records amounted to $29,075,000 at June 30, 2009.

(7) LONG-TERM OBLIGATIONS (Cont'd)

Governmental Activities (Cont'd)

Revenue Bonds:

Annual debt service requirements to maturity for revenue bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2010	$ 675,000	$ 364,322	$ 1,039,322
2011	3,775,000	339,280	4,114,280
2012	5,370,000	199,227	5,569,227
Total	$ 9,820,000	$ 902,289	$ 10,722,829

During fiscal year 2008, the Downtown Marietta Development Authority issued $9,820,000 series 2007 Revenue Bonds (City of Marietta Project) for the purpose of financing the cost of acquiring, constructing, reconstructing, equipping, and improving public streets, sidewalks, and streetscape and median improvements in the City of Marietta. The debt service payments on the bonds are secured by the full faith and credit and taxing power of the City. The bonds are due in annual installments commencing June 1, 2010 of $675,000 to $5,370,000 through June 1, 2012; interest rate at 3.71%.

Tax Allocation District Bonds:

During fiscal year 2006, the City issued $8,400,000 in limited obligations bonds to undertake certain redevelopment projects within a tax allocation district established by the City. The issuance is a limited obligation of the City, not secured by the full faith and credit of the City, but is secured solely by, and payable solely from, pledged revenues. The pledged revenues are defined as the tax allocation increments, the amount of property taxes generated within the district area which exceed the amount collected from the same area prior to development, from the City, Cobb County, and the Marietta City Schools Board of Education. The property tax increments are pledged until the payment in full of the bonds. The bonds are due in annual installments commencing December 15, 2008 of $499,195 to $816,926 through December 15, 2020; interest rate at 4.19%. For the current year, principal and interest paid and total tax allocation incremental revenues were $851,155 and $823,150, respectively.

Annual debt service requirements to maturity for tax allocation bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2010	$ 520,111	$ 331,044	$ 851,155
2011	541,904	309,251	851,155
2012	564,610	286,545	851,155
2013	588,267	262,888	851,155
2014	612,915	283,240	851,155
2015-2019	3,472,000	783,773	4,255,773
2020-2021	1,600,998	101,312	1,702,310
Total	$ 7,900,805	$ 2,358,053	$ 10,258,858

(7) LONG-TERM OBLIGATIONS (Cont'd)

Governmental Activities (Cont'd)

Note Payable:

The City entered into a note agreement with a third party for $800,000 during the fiscal year 2005 for the purchase of property. The note is payable in equal monthly installments of $6,661 beginning August 2004 through June 2018. Interest on the note is at 5%. Annual debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2010	$ 52,225	$ 27,707	$ 79,932
2011	54,897	25,035	79,932
2012	57,706	22,226	79,932
2013	60,658	19,274	79,932
2014	63,762	16,174	79,936
2015-2018	288,682	30,363	319,045
Total	$ 577,930	$ 140,779	$ 718,709

Business-Type Activities:

$13,000,000, Series 1996A-Marietta Conference Center Project Serial bonds due in annual installments commencing July 1, 2014 of $1,085,000 to $1,990,000 through July 1, 2021; interest at a variable rate reset on a weekly basis ($13,000,000 outstanding).

$12,810,000, Series 1996B-Marietta Conference Center Project serial bonds due in annual installments commencing July 1, 1999 of $295,000 to $1,295,000 through July 1, 2014; interest at a variable rate reset on a weekly basis ($6,105,000 outstanding).

$4,315,000 Series 2003 Revenue Bonds – Marietta Conference Center bonds due in two annual installments commencing July 1, 2022 of $2,100,000 and $2,215,000 through July 1, 2023; interest at a variable rate reset on a weekly basis ($4,315,000 outstanding).

$7,000,000 Series 2008 Revenue Bonds – Marietta Conference Center Project bonds due in annual interest installments with principal payments commencing July 1, 2024 of $2,160,00 to $2,500,000 through July 1, 2026; bond interest at a variable rate. Simultaneously with closing the bonds, the Downtown Marietta Development Authority entered into an interest rate swap transaction with a hedge provider which has a notional amount equal to $7,000,000, which is the par amount of the Series 2008 bonds. The notional amount amortizes in synch with the bonds, and requires the Authority to pay a fixed rate of 6.219% and the hedge provider to pay the one month USA-LIBOR-BBA. The payments under the hedge agreement are obligations secured under the bond funding agreement. ($7,000,000 outstanding).

The Series 1996A and 1996B Revenue Bonds were issued on behalf of the City of Marietta by the Downtown Marietta Development Authority (the Authority) in order to finance the construction of the conference center facility. The Series 2003 were issued to finance the buyout of the old management company's agreement and to fund the working capital that was advanced from the General Fund. The Series 2008 were issued to finance a portion of the costs of renovating the Conference Center facility. These bonds are not included on the financial statements of the Authority and are presented as debt obligations of the City of Marietta in accordance with Governmental Accounting Standards Board Interpretation -2 Disclosure of Conduit Debt Obligations.

(7) LONG-TERM OBLIGATIONS (Cont'd)

Business-Type Activities(cont'd)

Annual debt service requirements to maturity for revenue bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2010	$1,045,000	$1,238,139	$2,283,139
2011	1,100,000	1,328,577	2,428,577
2012	1,160,000	1,580,235	2,740,235
2013	1,225,000	1,399,601	2,264,601
2014	1,295,000	1,575,488	2,870,488
2015-2019	7,620,000	6,100,186	13,720,186
2020-2024	9,975,000	3,992,842	13,967,842
2025-2027	7,000,000	971,699	7,971,699
Total	$30,420,000	$18,186,766	$48,606,766

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

Long-Term Liabilities:

The following is a summary of changes in long-term liabilities of the City for the year ended June 30, 2009:

	Beginning Balance (as revised)	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	$51,255,000	$ --	$ (6,140,000)	$45,115,000	$6,170,000
Less deferred amounts on refunding	(1,360,467)	--	125,582	(1,234,885)	--
Tax Allocation District Bonds	8,400,000	--	(499,195)	7,900,805	520,111
Unamortized bond premium	42,786	--	(10,695)	32,091	--
Revenue bond	9,820,000	--	--	9,820,000	675,000
Note payable	627,614	--	(49,684)	577,930	52,225
Compensated absences	2,498,403	1,255,371	(1,070,378)	2,683,396	1,177,436
Pension obligation	190,788	4,520,433	(3,557,148)	1,154,073	--
OPEB obligation	3,290,208	5,080,460	(1,926,022)	6,444,646	--
Governmental activity Long-term liabilities	$74,764,332	$10,856,264	$ (13,127,540)	$72,493,056	$8,594,772
Business-type activities:					
Bonds payable:					
Revenue bonds	$31,410,000	$ --	$ (990,000)	$30,420,000	$1,045,000
Bond premium/discount	1,060,000	--	(73,000)	987,000	73,000
Capital leases	5,088,450	--	(46,858)	5,041,592	679,289
Deferred amounts on refunding	474,589	(809,443)	47,836	(287,018)	47,836
Compensated absences	767,277	345,362	(301,100)	811,539	303,701
Pension obligation	47,625	1,643,278	(1,402,819)	288,084	--
OPEB obligation	836,792	1,517,540	(524,978)	1,829,354	--
Customer Deposits	6,537,284	175.842	--	6,713,126	--
Accrued interest payable	73,492	202,461	(73,492)	202,461	202,461
Business-type activity Long-term liabilities	$46,295,509	$ 2,872,579	$(3,364,411)	$45,803,677	$2,148,826

(7) LONG-TERM OBLIGATIONS (Cont'd)

Compensated absences are typically liquidated in the general fund.

Component Units:

The Marietta Redevelopment Corporation has a $6,000,000 line of credit with a local financial institution, of which $4,102,966 was used at June 30, 2009. The original line matured on August 2007 and was renewed in November 2007 for an additional 24 months. The line of credit is at the prime rate of interest. $1,000,000 of the Redevelopment Corporation's cash balance serves as an interest reserve on the line of credit. The line is secured by the Redevelopment Corporation's investments.

During November 2009, the line of credit was renewed for another 12 months in the amount of $5,000,000 bearing interest at a rate of prime plus 1%, not to exceed 5%. $1,000,000 of the Redevelopment Corporation's cash balance remains as an interest reserve on the line of credit.

(8) LEASES

Operating Leases
The City has several operating leases for equipment that are not material.

Capital Leases
A contract dated July 1, 1990 was supplemented and amended as of September 1, 1995 between the City and the Downtown Marietta Development Authority. This agreement obligates the City to make lease payments directly to the bond sinking fund custodian by December 15 and June 15 of each year for the purpose of paying the principal and interest on the unrefunded outstanding balance of the 1990 Golf Course Redevelopment and Acquisition Bonds and the 1995 Public Golf Course Refunding Revenue Bonds issued by the Authority, and subsequently, as refunded by the Series 2008 Golf Course Refunding Revenue Bonds. This contract enables the City to lease from the Authority the former Marietta Country Club facilities purchased by the Authority with the bond proceeds. The lease has been recorded as a direct financing lease in accordance with generally accepted accounting principles in the City Golf Course Enterprise Fund. This contract qualifies as a conduit debt obligation in accordance with Governmental Accounting Standards Board Interpretation - 2 Disclosure of Conduit Debt Obligations and therefore the obligation for the bonds is not reported on the financial statements of the Downtown Marietta Development Authority. The contract will not expire until full payment of the bonds on July 1, 2015, at which time ownership of the facilities will transfer to the City. The City will be responsible for all operations and maintenance cost of the facilities and will be entitled to all revenues generated by the facilities. Total assets associated with the City Club facilities that have been capitalized in the City Golf Course Enterprise Fund are $12,235,570. Accumulated depreciation associated with these facilities is $3,920,017.

On March 1, 2008, a lease agreement was entered into with Yamaha Motor Corporation for golf carts. The lease agreement is for 48 months and requires a balloon payment at the end of the lease. The lease qualifies as a capital lease and has been recorded in the Golf Course Operating Enterprise Fund. The amount capitalized for the carts is $268,550. Accumulated depreciation associated with the golf carts is $89,516.

(8) LEASES (Cont'd)

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments as of June 30, 2009:

Year Ending June 30	City Golf Course
2010	$ 832,144
2011	828,254
2012	875,264
2013	768,509
2014	769,699
2015-2016	1,540,925
Total minimum lease payments	5,614,795
Less amounts representing interest	(573,203)
Present value of minimum lease payments	5,041,592
Less deferred loss on refunding	(287,018)
Total	$ 4,754,574

(9) PENSION PLANS

The City withdrew from the Social Security system on December 31, 1980. The City of Marietta, Georgia Supplemental Pension plan was adopted in lieu of Social Security. Sterne, Agee & Leach, Inc. was selected as the providers of a money-purchase (defined contribution) pension plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

Monthly contributions to the plan are equivalent to 6.13% of regular full-time employees' pay and are 100% contributed by the City. Total contributions to the plan for the fiscal years ended June 30, 2009 and 2008 were $1,998,652 and $1,875,042, respectively.

All regular full-time employees may be eligible for participation upon completing one continuous year of service. Amounts paid in to the plan become 100% vested in each employee's behalf. Funds accumulated in this plan shall be paid to employees only upon retirement, death, disability or termination of employment. Benefit provisions and contribution requirements are established and amended by the authority of the City's governing body.

On July 1, 2000, fiduciary responsibility and custody of Trust assets for the defined contribution pension plan (Supplemental Pension Plan) was transferred to a professional pension management company. An annual certified financial report for this plan will be prepared by the professional pension management company. The Pension Board serves as Plan Administrators of this plan.

The City of Marietta Public Employee Retirement System (PERS) administers a defined benefit pension plan (General Pension Plan).

The City maintains a single-employer defined benefit pension plan covering full-time, part-time, seasonal, and temporary employees on the first day of the month coinciding with or following their employment date. Pension costs are recorded in the amount of the City's and employee's contribution to the Pension Trust Fund. Management of the assets of the Pension Trust Fund is handled by the City's Pension Board. Benefit provisions and contribution requirements are established and amended by the authority of the City's governing body.

(9) PENSION PLANS (Cont'd)

The plan was amended initially on March 1, 1987. Each employee that was employed with the City of Marietta, Georgia on March 1, 1987 had the right to either retain coverage under the original plan provisions or to participate under the amended provisions of the plan. Each employee hired after March 1, 1987 participates under the amended plan provisions. On November 11, 1998, employees participating under the original plan provisions were given the opportunity to elect to participate under the amended plan provisions.

Effective Prior to March 1, 1987	Effective March 1, 1987
Normal Form of Pension	
The benefit formula provides for a life annuity benefit with a guaranteed death benefit equal to the present value of the remaining benefits. However, each participant married at retirement who does not elect otherwise will receive a joint annuity in a reduced amount for a 50% continuation to a surviving spouse	Single life annuity benefit

Summary of Significant Accounting Policies and Plan Asset Matters:

The City of Marietta Pension Plan financial statements are prepared on the accrual basis of accounting. Contributions from the City and employees are recognized when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefit payments and refunds are recognized when due and payable in accordance with the terms of the plan.

Investment income is recognized as earned by the pension plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. The net appreciation (depreciation) in the fair value of investments held by the pension plan is recorded as an increase (decrease) to investment income based on the valuation of investments as of the date of the statement of plan net assets.

There are no investments in, loans to, or leases with parties related to the pension plan. Administrative costs are financed through investment earnings.

Schedule of Employer Contributions:

Fiscal Year Ended	Annual Pension Cost	Annual Actual Contributions	Percentage Contributed	Net Pension (Asset) Obligation
6/30/07	$4,496,964	$ 4,088,075	91%	$ (862,337)
6/30/08	$5,841,977	$ 4,623,599	76%	$ 238,412
6/30/09	$6,209,110	$ 5,010,067	81%	$ 1,442,157

(9) PENSION PLANS (Cont'd)

Annual Pension Cost and Net Pension (Asset) Obligation - The City's annual pension cost and net pension (asset) obligation for the current year were as follows:

Annual required contribution	$ 6,209,110
Interest on net pension asset	(18,917)
Adjustment to annual required contribution	23,619
Annual pension cost	6,213,812
Contributions made	(5,010,067)
(Increase) decrease in net pension asset	1,203,745
Net pension obligation beginning of year	238,412
Net pension obligation end of year	$ 1,442,157

Entry age normal actuarial cost method is used to establish the actuarial position of the plan and to determine an appropriate level of contributions for all benefits except death and disability. Employer contributions represented 14.5 percent of the current year covered payroll. Employees are required to contribute 4% of gross wages. The actuarially determined contribution recommendation of 14.3 percent was based on the 2009 fiscal year projected payroll determined through an actuarial valuation performed at July 1, 2008. Total employer and employee contributions to the general pension plan for the fiscal year ended June 30, 2009 were $5,010,067 and $609,535 respectively.

As of July 1, 2008, the date of the most recent actuarial valuation, employee membership data relevant to the pension plan was as follows:

Member of retirees and beneficiaries currently receiving benefits	387
Number of terminated employees entitled to benefits but not yet receiving them	302
Active employees:	
Fully Vested	428
Nonvested	292
Total plan participants	1,409

Actuarial assumptions used in the valuation at July 1, 2008 include the following:

Amortization Method	The greater of: - Level payments for Early Retirement Incentive and approximate level percentage of payroll for remaining unfunded liability (plan changes for pensioners and beneficiaries are amortized as level dollar amounts). - Amortizing the entire Unfunded Actuarial Accrued Liability 30 years from the valuation date as a level percentage of the payroll, taking into account the inflation component only.
Actuarial Value of Assets	- Market value of assets less unrecognized returns in each of the last five years. Unrecognized return is equal to the difference between the actual market return and the expected return on the actuarial value, and is recognized over a five year period, further adjusted, if necessary, to be within 20% of the market value.

(9) PENSION PLANS (Cont'd)

Remaining Amortization Period	- Amortization period is closed.
	- 30 years
Investment Rate of Return	- 7.75%
Projected Salary Increase	- 3.5%
Inflation Rate	- 3.5%
Cost of Living	- 3.0%
No post retirement benefit increases	

Ten-year historical trend information presenting the General Pension Plan progress in accumulating sufficient assets to pay benefits when due is presented in The City of Marietta, Georgia Public Employees Retirement System Annual Financial Report for the fiscal year ended June 30, 2009, which may be obtained from the City of Marietta Finance Department.

The following retirement plans have not been included within this report because the City has no responsibility as prescribed by the Governmental Accounting Standards Board:

Peace Officers' Annuity and Benefit Fund and Georgia Firemen's Pension Fund - Police officers and firefighters are also members of the Peace Officers' Annuity and Benefit Fund and the Georgia Firemen's Pension Fund, respectively. Police officers and firefighters contribute twenty and fifteen dollars, respectively, each month to these state administered plans. The City of Marietta contributed $122,878 to the Peace Officers' Annuity and Benefit Fund for the year ended June 30, 2009. Contributions to this fund are based on the number and amounts of fines and bond forfeiture cases each month as prescribed by State Law. The Georgia Firemen's Pension Fund is funded by the state-levied fire insurance premium tax.

(10) COMMITMENTS AND CONTINGENCIES

A. *Litigation*

The City of Marietta is a defendant in other various lawsuits at June 30, 2009. However, no additional accrual or disclosure of these lawsuits is required.

B. *Commitments*

Marietta Conference Center

On April 1, 1995, the City executed a Conference Center Funding Agreement with the Downtown Marietta Development Authority (the Authority). Under this agreement, the City pledged 30.25% of its hotel/motel tax collections to the Downtown Marietta Development Authority to be used solely for the principal and interest payments on the Downtown Marietta Development Authority Revenue Bond (the Marietta Conference Center Project), Series 1996A and 1996B, totaling $25,810,000 which was issued by the Authority for the purpose of obtaining funds to pay the costs of acquiring, constructing, furnishing, and equipping the Marietta Conference Center, and the costs of issuing the bonds. The City, as an agent for the Authority, and Remington Hotel Corporation had entered into an agreement effective July 1, 2006 to lease the facilities of Marietta Conference Center and Resort. The lease was set to terminate on May 31, 2008 with three optional extensions through 2023. On March 1, 2008, the City, as agent for the Authority, entered into a new management agreement with Marietta Leasehold, L.P., a partnership including the former lessee, Remington Hotel Corporation, for the management of the renovation and operations of the conference center. The lease is effective January 1, 2008 and expires June 30, 2028. On March 6, 2008, additional bonds were issued and are referred to as The Marietta Conference Center Project Revenue Bonds, Series 2008 in the amount of $7,000,000, for the improvement and renovation of the Conference Center and to

(10) COMMITMENTS AND CONTINGENCIES (Cont'd)

B. Commitments (Cont'd)

implement the Hilton Hotels Corporation's Property Improvement Plan. The Lease agreement provides for the Marietta Leasehold, L.P to pay to the City rent in the amount of $2,325,000 per year payable in equal monthly installments, with additional amounts due starting in 2010. Future minimum rentals total $2,250,950 for fiscal year 2010, and $2,803,800 each of fiscal years 2011-2014. Hotel/motel taxes, from which the appropriations are made, have averaged $2.3 million per year over the last 10 years. For the current year, principal and interest paid by the City and the total hotel/motel tax revenue recognized by the City were $3.0 million and $2.0 million, respectively. The agreement also provides for the City to receive additional rent payments equal to 3% of the amount, if any, that gross revenues exceed $14 million. The agreement also provides for Marietta Leasehold, L.P to receive 30.25% of Hotel/Motel Taxes collected, up to a maximum of $900,000. All property, plant, and equipment in the Marietta Conference Center and Resort fund are included in the lease.

In addition to the pledged Hotel/Motel taxes, the City has pledged to the Authority its full faith and credit and taxing power for the payment of principal and interest on the 1996A, 1996B, 2003, and 2008 Bonds. To the extent the amounts on deposit in the Bond Sinking Fund are insufficient to enable the Authority to pay the principal and interest on the bond when due, the City is obligated to pay the Authority amounts sufficient to cover the scheduled principal and interest payments. The Marietta Conference Center operations are reported in an enterprise fund within the financial statements.

Municipal Electric Authority of Georgia

The City has entered into Power Sales Contracts with the Municipal Electric Authority of Georgia (the "Authority"). The contracts require the City to purchase from the Authority all of the City's bulk power supply, other than power supplied by Federally-owned generation projects. The Authority is authorized to establish rates and charges so as to produce revenues sufficient to cover its costs. The City's payment obligations, which extend approximately through the year 2056, are general obligations to the payment of which the City's full faith and credit and taxing powers are pledged. The City purchased bulk power totaling $60,117,845 from the Authority during the year ended June 30, 2009. The City's future minimum payment obligations to the Authority will be based on the Authority's costs.

The City also has active construction projects at June 30, 2009.

(11) INTERFUND RECEIVABLES AND PAYABLE BALANCES

Interfund loans receivable are considered "available spendable resources."

Such balances at June 30, 2009 include Due from (to) and Interfund receivable (payable) and are summarized as follows:

	RECEIVABLE			
PAYABLE	GENERAL	BLW	MCCR	Total
General Fund	$ -	$ 301,825	$ 127,968	$ 429,793
Nonmajor Governmental	102,730	-	-	102,730
Golf Course	1,015,250	-	-	1,015,250
Debt Service	889,583	970,787	-	1,860,370
Internal Service	-	3,995,387	-	3,995,387
MCCR	696,354	59	-	696,413
Total	$ 2,703,917	$ 5,268,058	$ 127,968	$ 8,099,943

Generally, outstanding balances between funds reported as "due to/from other funds" include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding at year-end, and other miscellaneous receivables/payables between funds.

These balances are expected to be repaid within one year.

(12) TRANSFERS

Interfund transfers for the current year were as follows:

	Transfer out from							
Transfer in To	General Fund	SPLOST Fund	Nonmajor Governmental	Debt Service	BLW	Internal Services	Golf Course	Total
Primary Government:								
General Fund	$ -	$ 59,835	$ 2,390,838	$ 20,396	$ 13,297,956	$ 53,503	$ 22,559	$ 15,845,087
Internal Services	800,967	-	-	-	524,979	-	-	1,325,946
BLW	3,163,837	-	3,750	4,095	-	10,748	4,529	3,186,959
Golf Course	367,677	-	-	-	-	-	-	367,677
MCCR	595,402	-	-	-	-	-	-	595,402
Total	$ 4,927,883	$ 59,835	$ 2,394,588	$ 24,491	$ 13,822,935	$ 64,251	$ 27,088	$ 21,321,071

Transfers are used to 1) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs, 2) move unrestricted BLW funds to the general fund to generate revenue to forestall the need for property tax increases, 3) to transfer revenues between various funds to the general fund and BLW fund for the indirect cost allocations to pay for services provided by either the general fund or BLW fund.

The City receives designated tax and pays it to the Component Unit to fund culture and recreation expense. Such payments are reported as expenditures/expenses and general revenues as appropriate.

(13) PROPERTY TAX

The City bills and collects its own real and personal property taxes. Ad valorem tax on motor vehicles and mobile homes is collected by the Cobb County Tax Commissioner and remitted to the City. City property tax revenues are recognized when levied to the extent that they result in current receivables.

Property taxes are levied in August or September of each year on the assessed valuation of property as of the preceding January 1 and are due within 60 days. Taxes levied on August 28, 2008 were due on October 27, 2008.

Liens were attached to property for unpaid taxes on March 9, 2009.

Assessed values are established by the Cobb County Tax Assessor's office and are currently calculated at 40% of the market value. The assessed value of property at January 1, 2008 was $2,493,024,336.

Based on the 2008 City General, Debt Service, and Cemetery Maintenance millage levy of 4.68, a property owner would pay $4.68 per $1,000 of assessed valuation.

Current tax collections of $11,853,331 for the fiscal year ended June 30, 2009 were 98 percent of the tax levy.

(14) FUND BALANCE RESERVES AND DESIGNATIONS

The City maintains reserves in various funds for specific purposes or as required by bond ordinances. The nature and purpose of these reserves is explained below.

Fund Balances:

Reserved for encumbrances - Encumbrances outstanding at year end represent the estimated amount the City intends to honor as a commitment regardless of the lapse in the appropriation. The following is a detail of the reserved for encumbrance balances at June 30, 2009:

Primary Government:	
General Fund	$ 1,015,031
Special Revenue Funds:	
HUD Housing Assistance	2,720
Cemetery Maintenance	4,631
Tax Allocation District	57,399
LLEBG	1,132
Capital Projects Funds:	
Local Option Sales Tax	194,241
SPLOST	6,689,245

Reserved for Prepaids - This reserve represents net assets reserved for prepaid expenditures.

Primary Government:	
General Fund	$ 31,048

Reserved for debt service - This reserve was established by the City in conformance with the general obligation (G.O.) bond ordinances. The net assets of this reserve are for the sole purpose of retiring debt. The total in the Debt Service Fund at June 30, 2009 was $4,701,507.

Reserved for culture and recreation - This reserve represents net assets reserved for culture and recreation expenditures.

Primary Government:	
General Fund	$ 599,193

(14) FUND BALANCE RESERVES AND DESIGNATIONS (Cont'd)

Designated for projects – These designations represent management's intended use of available expendable financial resources in the following funds:

Primary Government:		
General Fund	$	48,857
Capital Projects Funds:		
Local Option Sales Tax		57,079
SPLOST		299,591
Special Revenue Funds:		
Tax Allocation District		855,288
Tree Preservation		127,985

(15) FUND BALANCE/NET ASSETS (DEFICIT)

Marietta Conference Center & Resort	$	(6,770,384)
Gone With the Wind Museum	$	(64,145)
Motor Transport	$	(173,358)

Marietta Conference Center & Resort anticipates a recovery of this deficit with lease income.

The City is planning to transfer funds to the Gone With The Wind Museum Fund from the 3% auto taxes to fund the deficit.

The City is planning to transfer funds to the Motor Transport Fund to fund this deficit.

(16) POSTEMPLOYMENT HEALTHCARE PLAN

The City implemented GASB 45 prospectively during the fiscal year ended June 30, 2008.

Plan Description - The City of Marietta OPEB Trust is a single-employer defined benefit healthcare plan administered by the City of Marietta. The City provides medical, dental, and life insurance benefits to retirees and spouses. Substantially all of the City's employees may become eligible for those benefits if they reach normal retirement age while working for the City. As of June 30, 2009 there were 312 retirees and spouses eligible for the benefits, 396 retirees and spouses receiving benefits, and 721 current and active employees. The City has the authority to establish and amend benefit provisions.

Summary of significant accounting policies - The plan financial statements are prepared on the accrual basis of accounting. Contributions from the City are recognized when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefit payments and refunds are recognized when due and payable in accordance with the terms of the plan.

Investment income is recognized as earned by the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. The net appreciation (depreciation) in the fair value of investments held by the plan is recorded as an increase (decrease) to investment income based on the valuation of investments as of the date of the statement of plan net assets.

There are no investments in, loans to, or leases with parties related to the pension plan. Administrative costs are financed through investment earnings.

(16) POSTEMPLOYMENT HEALTHCARE PLAN (Cont'd)

Funding Policy - The contribution requirements are established and may be amended by the City. The required contribution was determined by an actuarial valuation. For fiscal year 2009, the City contributed $2,451,000 to the plan. If hired before August 14, 1991, 100% of the cost of employee health insurance premiums will be paid by the City. Amounts paid by the City for employees hired subsequent to August 14, 1991 are based on years of service and the date of hire and are as follow:

Years of Service	Date of Hire		
	08/14/91 thru 11/14/96	11/15/96 thru 10/31/06	After 11/01/06
20	100% HMO & PPO	100% HMO only	85% HMO only
15-19	80% HMO & PPO	80% HMO only	0%
10-14	50% HMO & PPO	50% HMO only	0%
Less than 10	0%	0%	0%

Annual OPEB Cost and Net OPEB Obligation - The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the net OPEB obligation:

Annual required contribution	$	6,571,000
Interest on net OPEB obligation		165,000
Adjustment to annual required contribution		(138,000)
Annual OPEB cost (expense)		6,598,000
Contributions made		(2,451,000)
Increase in net OPEB obligation		4,147,000
Net OPEB obligation-beginning of year, before restatement		3,891,645
Restatement		235,355
Net OPEB Obligation-beginning of year, after restatement		4,127,000
Net OPEB obligation-end of year	$	8,274,000

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The accompanying schedules of employer contributions present information about the amounts contributed to the plan by employers in comparison to the ARC, an amount that is actuarially determined in accordance with the parameters of GASB Statement 43. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost for each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

(16) POSTEMPLOYMENT HEALTHCARE PLAN (Cont'd)

Valuation date	7/1/2009
Actuarial cost method	Projected unit credit with benefits attributed From date of hire to date of decrement
Amortization method	Level percentage of pay, open
Remaining amortization period	30years
Asset valuation method	n/a
Actuarial assumptions:	
Discount rate	4%
Projected salary increase	3.5%
Healthcare cost trend rate	9% initial 5% ultimate

Actuarial Methods and Assumption - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

(17) RISK MANAGEMENT

The City has established a limited risk management program for group health and medical, property and casualty, and workers' compensation coverage for exposure to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. Excess coverage policies are maintained by the City to limit the potential liability of the City for extremely large claims. Premiums are paid by other funds into the Self-Insurance Internal Service Fund and are available to pay claims, excess coverage premiums to third party insurers, and administrative expenses. There were no significant reductions in insurance coverage from prior year, and there have been no settlements that exceeded the City's insurance coverage during the past three fiscal years. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are estimated based on reports available subsequent to year end from carriers that provide information regarding estimates of claims incurred but not reported at year end. Nonincremental claims adjustment expenses have not been included as part of the liability for claims and judgments.

Excess workers compensation coverage is insured under a retrospectively rated policy whereby the initial premium is adjusted based on actual calendar year payroll totals.

Changes in the balances of claim liabilities during the past year are as follows:

	Year Ending June 30, 2009	Year Ending June 30, 2008
Claims and judgments payable, beginning of fiscal year	$ 1,978,585	$ 1,883,254
Incurred claims	7,877,588	7,512,616
Claim payments	(7,680,398)	(7,417,285)
Claims and judgments payable, end of fiscal year	$ 2,175,775	$ 1,978,585

(18) INTRADEPARTMENTAL BILLINGS

Total operating revenues and total operating expenses in the Board of Lights and Waterworks Enterprise Fund includes $152,513 of intra departmental billings for utility usage.

(19) MUNICIPAL COMPETITIVE TRUST

In 1999, the City, along with other participating municipalities, entered into an agreement with the Municipal Electric Authority of Georgia ("MEAG") which created a trust referred to as the Municipal Competitive Trust (MCT). The purpose of the MCT was to provide a means for MEAG and the participating municipalities to accumulate funds for the purpose of mitigating the effect of anticipated changes in the electric industry involving completions for retail electric power supply. Subsequent amendments to the agreement called for drawdowns from the MCT, which commenced in January 2009, and extend through approximately December 2018. The withdrawals of $806,016 per month, totaling $4,836,094 for the fiscal year ending June 30, 2009, have been applied as a reduction of the utility expense in these financial statements. Future withdrawals under this agreement are not certain and thus have not been included as a receivable on the City's books.

(20) JOINT VENTURE

Under Georgia law, the City in conjunction with other cities and counties in the ten county Atlanta region is a member of the Atlanta Regional Commission (ARC). Membership in an RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC in Georgia. The RDC Board membership includes the officials of political subdivisions and private citizens representing districts with the Atlanta region. OCGA 50-8-3.1 provides that the member governments are liable for any debts or obligations of an RDC. Separate financial statements may be obtained from:

Atlanta Regional Commission
40 Courtland Street, NE
Atlanta, Georgia 30303

(21) EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The following funds had expenditures in excess of appropriations for the fiscal year ended June 30, 2009:

	Budget	Actual	Variance with Final Budget
General Fund:			
General government:			
General administration:			
Law	$ 525,000	$ 536,996	$ (11,996)
Gone With the Wind Museum	$ 146,045	$ 158,384	$ (12,339)

The over expenditures in the general fund were funded by available fund balance. Over expenditures in the Gone With the Wind Museum were funded by advances from other funds.

(22) RESTATEMENT

Net assets at June 30, 2008 have been restated as follows:

	Board of Lights and Waterworks	Buisness-Type Activities	Governmental Activities
Net assets as previously reported	$ 138,331,692	$ 133,975,153	$ 27,743,598
To properly record OPEB liability	(317,817)	(317,817)	82,462
To properly allocate the activities of the internal service funds	-	51,563	(51,563)
To properly record long term receivable from other government	-	-	650,672
Net assets as restated	$ 138,013,875	$ 133,708,899	$ 28,425,169
Change in net assets as previously reported	$ 5,993,849	$ 6,504,410	$ 1,094,006
Effect of restatements	(317,817)	(266,254)	681,571
Change in net assets as restated	$ 5,676,032	$ 6,238,156	$ 1,775,577

(23) SUBSEQUENT EVENTS

Subsequent to year end on November 18, 2009, the Downtown Marietta Development Authority issued $31,330,000 Revenue Bonds (City of Marietta Project), Series 2009 for the purpose of financing the costs of certain replacements, additions, extensions and improvements to an electric system and a water and sewage system, which are operated by the City of Marietta,

Subsequent to year end on November 25, 2009, three bond series have been refunded and one new bond series has been issued. The $25,400,000 General Obligation School Refunding Bonds, Series 2009A are being issued by the City of Marietta for the purpose of financing the costs of currently refunding the City's outstanding General Obligation School Refunding Bond, Series 2008 and issuing the Series 2009A Bonds. The $7,360,000 General Obligation Refunding Bonds Series 2009B are being issued by the City for the purpose of financing the costs of currently refunding the City's outstanding General Obligation Refunding Bonds, Series 2007 and issuing the Series 2009B Bonds. The $5,230,000 General Obligation Refunding School Bonds, Series 2009C are being issued by the City for the purpose of financing the costs of currently refunding all of the City's outstanding General Obligation Refunding School Bonds, Series 2002 and issuing the Series 2009C Bonds. The $25,000,000 General Obligation Park and Recreational Facilities Bonds, Series 2009D are being issued by the City to provide funds to (a) acquire, construct, and install park and recreational facilities and other facilities, equipment, and property, both real and personal, useful or desirable in connection therewith, (b) to pay capitalized interest thereto, and (c) to pay expenses of issuing the Series 2009D Bonds.

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REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY
INFORMATION

A) PUBLIC EMPLOYEE RETIREMENT SYSTEM

The funding status of the pension plan as of the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability(AALP)	(3) Funded Ratio (1)(2)	(4) Unfunded AAL (UAAL) (2)-(1)	(5) Covered Payroll	(6) UAAL as A Percentage Of Covered Payroll (4)(5)
07/1/06	$72,817,470	$122,328,444	59.5%	$49,510,974	$30,068,207	164.7%
07/1/07	74,195,118	128,647,468	57.7%	54,452,350	30,170,894	180.5%
07/1/08	75,215,141	131,770,821	57.1%	56,555,680	31,580,119	179.1%

B) POST EMPLOYMENT HEALTHCARE PLAN

The funding status of the OPEB plan as of the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability(AALP)	(3) Funded Ratio (1)(2)	(4) Unfunded AAL (UAAL) (2)-(1)	(5) Covered Payroll	(6) UAAL as A Percentage Of Covered Payroll (4)(5)
07/1/07	$ -	$ 90,530,000	0%	$90,530,000	$30,170,894	300.1%
07/1/09	52,000	155,919,000	.03%	155,867,000	31,580,119	493.6%

The schedule of funding progress for the OPEB plan is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/08	$ 6,399,000	39.2%	$ 3,891,645
6/30/09	6,598,000	37.1%	8,274,000

CITY OF MARIETTA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes	$ 17,149,150	$ 17,149,150	$ 17,376,953	$ 227,803
Licenses and permits	6,428,066	6,428,066	5,799,547	(628,519)
Intergovernmental	2,069,179	6,366,517	2,325,181	(4,041,336)
Charges for services	4,009,558	4,009,558	4,052,465	42,907
Fines and forfeits	4,616,500	4,676,500	3,538,722	(1,137,778)
Investment earnings	885,000	885,000	289,161	(595,839)
Other	447,074	458,681	722,474	263,793
Total revenues	35,604,527	39,973,472	34,104,503	(5,868,969)
Expenditures:				
Current:				
General government:				
General administration:				
Legislative	550,854	543,527	416,563	126,964
Judicial	1,173,199	1,178,552	1,146,273	32,279
Executive	1,149,223	1,384,744	1,258,203	126,541
Law	525,000	525,000	536,996	(11,996)
Financial administration	1,752,250	1,796,808	1,756,363	40,445
Human resources	924,269	988,157	875,179	112,978
Planning and zoning	2,027,729	6,300,480	2,110,006	4,190,474
Public works	8,370,092	8,422,530	7,861,702	560,828
Culture and recreation	5,303,066	6,237,813	5,143,069	1,094,744
Public safety:				
Police	14,232,448	14,434,015	14,030,486	403,529
Fire	11,311,740	11,434,970	11,219,175	215,795
Aurora/fire museum	2,000	2,000	921	1,079
Debt Service:				
Principal and interest	79,936	79,935	79,935	-
Total expenditures	47,401,806	53,328,531	46,434,871	6,893,660
Excess (deficiency) of revenues over expenditures	(11,797,279)	(13,355,059)	(12,330,368)	1,024,691
Other financing sources (uses):				
Sales of capital assets	85,000	85,000	143,752	58,752
Transfers in	16,111,496	16,111,496	15,845,087	(266,409)
Transfers out	(4,332,482)	(4,334,482)	(4,927,883)	(593,401)
Total other financing sources (uses)	11,864,014	11,862,014	11,060,956	(801,058)
Net change in fund balance	$ 66,735	$ (1,493,045)	(1,269,412)	$ 223,633
Reconciliation to GAAP basis:				
Encumbrances outstanding at end of year			1,015,031	
Fund balances at beginning of year - GAAP basis			16,710,165	
Fund balances at end of year - GAAP basis			$ 16,455,784	

GOVERNMENTAL FUNDS

GENERAL FUND

The General Fund is the principal fund of the City and is used to account for all activities of the City not included in other specified funds. The General Fund accounts for the normal recurring activities of the City (i.e., police, fire, recreation, public works, general government, etc.). These activities are funded by property taxes on individuals and businesses.

CITY OF MARIETTA, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 1,527,108	$ 7,195,418
Equity in pooled cash	-	1,630,232
Investments	14,289,694	9,712,613
Receivables (net of allowance for estimated uncollectibles):		
Taxes and fines	281,745	253,194
Sanitation	188,993	195,362
Accrued interest	6,786	28,978
Other	108,461	126,955
Prepaid items	31,048	31,048
Due from other funds	2,703,917	-
Due from other governments	357,234	522,487
Total assets	$ 19,494,986	$ 19,696,287
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,385,562	$ 1,636,795
Accrued salaries and employee benefits	891,222	755,762
Due to other funds	429,793	272,399
Due to component unit	47,956	59,637
Deferred revenue	284,669	261,529
Total liabilities	3,039,202	2,986,122
Fund balance:		
Reserved for encumbrances	1,015,031	1,491,485
Reserved for prepaids	31,048	31,048
Reserved for culture and recreation	599,193	843,842
Unreserved:		
Designated	48,857	75,534
Undesignated	14,761,655	14,268,256
Total fund balance	16,455,784	16,710,165
Total liabilities and fund balance	$ 19,494,986	$ 19,696,287

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Taxes	$ 17,376,953	$ 16,964,329
Licenses and permits	5,799,547	6,227,731
Intergovernmental	2,325,181	2,583,544
Charges for services	4,052,465	3,978,422
Fines and forfeits	3,538,722	3,797,209
Investment earnings	289,161	817,845
Other	722,474	537,579
Total revenues	34,104,503	34,906,659
Expenditures:		
Current:		
General government	7,633,637	7,435,676
Public works	7,822,994	7,698,754
Culture and recreation	4,475,321	4,767,481
Public safety	25,407,953	25,867,230
Debt service:		
Principal and interest	79,935	79,936
Total expenditures	45,419,840	45,849,077
Excess (deficiency) of revenues over expenditures	(11,315,337)	(10,942,418)
Other financing sources (uses):		
Sale of capital assets	143,752	425,157
Transfers in	15,845,087	15,729,197
Transfers out	(4,927,883)	(5,024,568)
Total other financing sources (uses)	11,060,956	11,129,786
Net change in fund balance	(254,381)	187,368
Fund balance at beginning of year	16,710,165	16,522,797
Fund balance at end of year	$ 16,455,784	$ 16,710,165

See accompanying notes to financial statements.

NONMAJOR COMBINING STATEMENTS

CITY OF MARIETTA, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2009

	Special Revenue	Local Option Sales Tax	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	$ 3,046,880	$ -	$ 3,046,880
Cash with fiscal agent	936,091	-	936,091
Equity in pooled cash	2,672,117	-	2,672,117
Investments	329,151	-	329,151
Receivables, net	99,043	13	99,056
Due from other governments	95,291	578,420	673,711
Inventories	15,271	-	15,271
Total assets and other debits	$ 7,193,844	$ 578,433	$ 7,772,277
Liabilities and fund balances			
Liabilities:			
Accounts payable	$ 137,243	$ 8,468	$ 145,711
Accrued liabilities	25,668	-	25,668
Due to other funds	77,399	25,331	102,730
Deferred revenue	158,730	-	158,730
Total liabilities	399,040	33,799	432,839
Fund balances:			
Reserved for:			
Encumbrances	65,882	194,241	260,123
Unreserved - designated for:			
Completion of projects	983,273	57,079	1,040,352
Unreserved - undesignated, reported in:			
Special revenue funds	5,745,649	-	5,745,649
Capital projects funds	-	293,314	293,314
Total fund balances	6,794,804	544,634	7,339,438
Total liabilities and fund balances	$ 7,193,844	$ 578,433	$ 7,772,277

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	Special Revenue	Local Option Sales Tax	Total Nonmajor Governmental Funds
Revenues:			
Taxes	$ 2,695,883	$ -	$ 2,695,883
Intergovernmental	6,724,319	49,784	6,774,103
Charges for services	112,026	-	112,026
Other	78,440	-	78,440
Investment earnings	47,719	189	47,908
Total revenues	9,658,387	49,973	9,708,360
Expenditures:			
Current:			
Public works	330,190	-	330,190
Culture and recreation	232,394	-	232,394
Public safety	31,194	-	31,194
Urban redevelopment and housing	6,046,710	-	6,046,710
Debt service:			
Interest and fiscal charges	851,155	-	851,155
Capital projects	-	155,581	155,581
Total expenditures	7,491,643	155,581	7,647,224
Excess (deficiency) of revenues over expenditures	2,166,744	(105,608)	2,061,136
Other financing sources (uses):			
Transfers in (out)	(2,394,588)	-	(2,394,588)
Net change in fund balance	(227,844)	(105,608)	(333,452)
Fund balances at beginning of year	7,022,648	650,242	7,672,890
Fund balances at end of year	$ 6,794,804	$ 544,634	$ 7,339,438

See accompanying notes to financial statements.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenues which are legally restricted to finance specific functions or activities of the government and which, therefore, cannot be diverted to other uses.

HUD COMMUNITY DEVELOPMENT BLOCK GRANT FUND – To account for the receipts and disbursements of all monies received from the Department of Housing and Urban Development under the Community Development Block Grant Program.

HUD HOUSING ASSISTANCE PAYMENTS PROGRAM – To account for the receipts and disbursements of all monies received from the Department of Housing and Urban Development under the Housing Assistance Payments Program.

TAX ALLOCATION DISTRICT – To account for the receipts and disbursements of incremental real and personal property tax collections in the tax allocation district. Intergovernmental revenue is the incremental tax revenue received from Cobb County and Marietta City Schools.

MARIETTA HOUSING FUND – To account for the receipt of excess funds transferred from the HUD Housing Assistance Payment Program to provide assistance to low- and moderate-income residents to acquire safe, decent and affordable housing.

CEMETERY MAINTENANCE FUND – To account for the repair and maintenance of City-owned cemeteries, funded through property tax revenue.

LOCAL LAW ENFORCEMENT BLOCK GRAND FUND – To account for the receipts and disbursements of all monies received from the Department of Justice, along with related interest earnings, as established under the Local Law Enforcement Block Grant Program.

GONE WITH THE WIND FUND – To account for the receipts and disbursements of all monies received from the operations of a museum dedicated to the Gone With The Wind movie artifacts.

TREE FUND – To account for the receipts and disbursements of all monies contributed by developers for trees removed and not replaced within development property sites.

HOTEL MOTEL FUND – To account for receipts and disbursements of all monies received relating to hotel motel tax collections.

AUTO RENTAL EXCISE TAX FUND – To account for receipts and disbursements of all monies received relating to the 3% auto rental excise tax collections.

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CITY OF MARIETTA, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2009
With Comparative Totals for June 30, 2008

	Nonmajor Funds				
	HUD Housing Assistance	HUD CDBG	Tax Allocation District	Marietta Housing Fund	Cemetery Maintenance
ASSETS					
Cash and cash equivalents	$ 1,391,739	$ -	$ 1,352,567	$ -	$ 302,124
Cash with fiscal agent	-	-	936,091	-	-
Equity in pooled cash	1,410,243	1,307	890,410	799	181,157
Investments	-	-	-	-	329,151
Receivables, net	219	642	85,455	-	8,666
Prepaid expenses	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from other governments	9,270	7,725	73,872	-	837
Inventories	-	-	-	-	-
Total assets	$ 2,811,471	$ 9,674	$ 3,338,395	$ 799	$ 821,935
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	$ 111,308	$ -	$ 11,375	$ -	$ 11,195
Accrued salaries and employee benefits	16,148	4,784	-	-	1,573
Due to other funds	-	-	-	-	-
Due to other governments	-	-	-	-	-
Deferred revenue	-	-	139,117	-	7,071
Total liabilities	127,456	4,784	150,492	-	19,839
Fund balance:					
Reserved for encumbrances	2,720	-	57,399	-	4,631
Unreserved - designated	-	-	855,288	-	-
Unreserved - undesignated	2,681,295	4,890	2,275,216	799	797,465
Total fund balance (deficit)	2,684,015	4,890	3,187,903	799	802,096
Total liabilities and fund balance	$ 2,811,471	$ 9,674	$ 3,338,395	$ 799	$ 821,935

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONT'D)
June 30, 2009
With Comparative Totals for June 30, 2008

Nonmajor Funds					Totals	
LLEBG Fund	Gone with the Wind Museum	Tree Preservation	Hotel Motel Tax	Auto Rental Tax	2009	2008
$ -	$ 450	$ -	$ -	$ -	$ 3,046,880	$ 4,020,400
-	-	-	-	-	936,091	930,530
14,123	-	174,078	-	-	2,672,117	671,386
-	-	-	-	-	329,151	-
-	4,061	-	-	-	99,043	51,792
-	-	-	-	-	-	5,290
-	-	-	-	-	-	1,606,873
3,587	-	-	-	-	95,291	157,575
-	15,271	-	-	-	15,271	15,340
$ 17,710	$ 19,782	$ 174,078	$ -	$ -	$ 7,193,844	$ 7,459,186
$ -	$ 3,365	$ -	$ -	$ -	$ 137,243	$ 177,382
-	3,163	-	-	-	25,668	21,143
-	77,399	-	-	-	77,399	97,574
-	-	-	-	-	-	50,701
12,542	-	-	-	-	158,730	89,738
12,542	83,927	-	-	-	399,040	436,538
1,132	-	-	-	-	65,882	287,860
-	-	127,985	-	-	983,273	1,177,922
4,036	(64,145)	46,093	-	-	5,745,649	5,556,866
5,168	(64,145)	174,078	-	-	6,794,804	7,022,648
$ 17,710	$ 19,782	$ 174,078	$ -	$ -	$ 7,193,844	$ 7,459,186

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

	Nonmajor Funds				
	HUD Housing Assistance	HUD CDBG	Tax Allocation District	Marietta Housing Fund	Cemetery Maintenance
Revenues:					
Taxes	$ -	$ -	$ 169,597	$ -	$ 223,479
Intergovernmental	5,908,520	129,941	653,553	-	-
Investment earnings	19,269	-	14,433	-	13,551
Other	-	-	20,000	-	1,770
Charges for service	-	-	-	-	-
Total revenues	5,927,789	129,941	857,583	-	238,800
Expenditures:					
Current:					
Public works	-	-	-	-	330,190
Public safety	-	-	-	-	-
Urban redevelopment and housing	5,668,601	162,065	216,044	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	851,155	-	-
Total expenditures	5,668,601	162,065	1,067,199	-	330,190
Excess (deficiency) of revenues over expenditures	259,188	(32,124)	(209,616)	-	(91,390)
Other financing sources (uses):					
Transfers in (out)	(76,866)	42,089	(54,349)	-	-
Total other financing sources (uses)	(76,866)	42,089	(54,349)	-	-
Net change in fund balance	182,322	9,965	(263,965)	-	(91,390)
Fund balances (deficit) at beginning of year	2,501,693	(5,075)	3,451,868	799	893,486
Fund balances (deficit) at end of year	$ 2,684,015	$ 4,890	$ 3,187,903	$ 799	$ 802,096

See accompanying notes to the financial statements.

CITY OF MARIETTA, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONT'D)
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

Nonmajor Funds					Totals	
LLEBG Fund	Gone with the Wind Museum	Tree Preservation	Hotel Motel Tax	Auto Rental Tax	2009	2008
$ -	$ -	$ -	$ 1,891,608	$ 411,199	$ 2,695,883	$ 2,975,438
32,305	-	-	-	-	6,724,319	6,427,095
48	70	348	-	-	47,719	259,099
-	56,670	-	-	-	78,440	78,766
-	93,632	18,394	-	-	112,026	74,745
32,353	150,372	18,742	1,891,608	411,199	9,658,387	9,815,143
-	-	-	-	-	330,190	329,021
31,194	-	-	-	-	31,194	33,912
-	-	-	-	-	6,046,710	6,665,677
-	158,384	74,010	-	-	232,394	163,585
-	-	-	-	-	851,155	351,960
31,194	158,384	74,010	-	-	7,491,643	7,544,155
1,159	(8,012)	(55,268)	1,891,608	411,199	2,166,744	2,270,988
-	(2,655)	-	(1,891,608)	(411,199)	(2,394,588)	(2,701,193)
-	(2,655)	-	(1,891,608)	(411,199)	(2,394,588)	(2,701,193)
1,159	(10,667)	(55,268)	-	-	(227,844)	(430,205)
4,009	(53,478)	229,346	-	-	7,022,648	7,452,853
$ 5,168	$ (64,145)	$ 174,078	$ -	$ -	$ 6,794,804	$ 7,022,648

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
HUD - HOUSING ASSISTANCE PAYMENTS PROGRAM
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 1,391,739	$ 2,479,893
Equity in pooled cash	1,410,243	84,382
Due from other governments	9,270	73,115
Receivables (net of allowance for estimated uncollectibles):		
Other receivables	219	3,692
Total assets	$ 2,811,471	$ 2,641,082
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 111,308	$ 128,095
Accrued salaries and employee benefits	16,148	11,294
Total liabilities	127,456	139,389
Fund balance:		
Reserved for encumbrances	2,720	378
Unreserved - undesignated	2,681,295	2,501,315
Total fund balance	2,684,015	2,501,693
Total liabilities and fund balance	$ 2,811,471	$ 2,641,082

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
HUD - HOUSING ASSISTANCE PAYMENTS PROGRAM
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Intergovernmental	$ 5,908,520	$ 5,703,154
Investment earnings	19,269	75,616
Total revenues	5,927,789	5,778,770
Expenditures - urban redevelopment and housing:		
Current:		
Personal services	546,911	461,459
Operating	299,800	255,960
Capital outlay	3,680	-
Housing assistance payments	4,818,210	4,935,493
Total expenditures	5,668,601	5,652,912
Excess of revenues over expenditures	259,188	125,858
Other financing sources (uses):		
Transfers out	(76,866)	(19,505)
Total other financing sources (uses)	(76,866)	(19,505)
Net change in fund balance	182,322	106,353
Fund balance at beginning of year	2,501,693	2,395,340
Fund balance at end of year	$ 2,684,015	$ 2,501,693

See accompanying notes to financial statements.

CITY OF MARIETTA
HUD- HOUSING ASSISTANCE PAYMENTS PROGRAM
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE- BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	$ 7,313,496	$ 5,908,520	$ (1,404,976)
Expenditures- urban redevelopment and housing:			
Current:			
Personal services	555,062	546,911	8,151
Operating	328,307	302,520	25,787
Housing assistance payments	6,411,000	4,818,210	1,592,790
Total expenditures	7,294,369	5,667,641	1,626,728
Excess (deficiency) of revenues over expenditures	19,127	240,879	221,752
Other financing sources (uses):			
Transfers out	(19,505)	(76,866)	(57,361)
Net change in fund balance	$ (378)	164,013	$ 164,391
Reconciliation to GAAP basis:			
Encumbrances outstanding at end of year		2,720	
Unbudgeted capital outlay expenditures		(3,680)	
Unbudgeted investment earnings		19,269	
Fund balance at beginning of year - GAAP basis		2,501,693	
Fund balance at end of year - GAAP basis		$ 2,684,015	

CITY OF MARIETTA, GEORGIA
HUD - COMMUNITY DEVELOPMENT BLOCK GRANT
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Equity in pooled cash	$ 1,307	$ -
Other receivables	642	642
Due from other governments	7,725	37,160
Total assets	$ 9,674	$ 37,802
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accrued salaries and employee benefits	$ 4,784	$ 3,797
Due to other funds	-	39,080
Total liabilities	4,784	42,877
Fund balance:		
Unreserved - undesignated	4,890	(5,075)
Total fund balance	4,890	(5,075)
Total liabilities and fund balance	$ 9,674	$ 37,802

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
HUD - COMMUNITY DEVELOPMENT BLOCK GRANT
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Intergovernmental	$ 129,941	$ 162,685
Expenditures - urban redevelopment and housing:		
Current:		
Personal services	160,056	153,101
Operating services	2,009	5,723
Capital outlay	-	2,691
Total expenditures	162,065	161,515
Excess (deficiency) of revenues over expenditures	(32,124)	1,170
Other financing sources (uses)		
Transfers out	42,089	(272)
Total other financing sources (uses)	42,089	(272)
Net change in fund balance	9,965	898
Fund balance (deficit) at beginning of year	(5,075)	(5,973)
Fund balance (deficit) at end of year	$ 4,890	$ (5,075)

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
HUD - COMMUNITY DEVELOPMENT BLOCK GRANT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE- BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	$ 187,888	$ 129,941	$ (57,947)
Total revenues	187,888	129,941	(57,947)
Expenditures - urban redevelopment and housing:			
Current:			
Personal services	173,281	160,056	13,225
Operating services	14,335	2,009	12,326
Total expenditures	187,616	162,065	25,551
Excess (deficiency) of revenues over expenditures	272	(32,124)	(32,396)
Other financing sources (uses)			
Transfers in (out)	(272)	42,089	42,361
Net change in fund balance	$ -	9,965	$ 9,965
Fund balance (deficit) at beginning of year - GAAP basis		(5,075)	
Fund balance (deficit) at end of year - GAAP basis		$ 4,890	

CITY OF MARIETTA, GEORGIA
TAX ALLOCATION DISTRICT
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 1,352,567	$ 1,540,057
Cash with fiscal agent	936,091	930,530
Equity in pooled cash	890,410	130,647
Receivables (net of allowance for estimated uncollectibles):		
Taxes	85,455	28,252
Due from other funds	-	926,154
Due from other governments	73,872	22,781
Total assets	$ 3,338,395	$ 3,578,421
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 11,375	$ 32,968
Due to other governments	-	50,701
Deferred revenue	139,117	42,884
Total liabilities	150,492	126,553
Fund balance:		
Reserved for encumbrances	57,399	141,490
Unreserved - designated	855,288	1,052,495
Unreserved - undesignated	2,275,216	2,257,883
Total fund balance	3,187,903	3,451,868
Total liabilities and fund balance	$ 3,338,395	$ 3,578,421

CITY OF MARIETTA, GEORGIA
TAX ALLOCATION DISTRICT
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Taxes	$ 169,597	$ 90,560
Intergovernmental	653,553	527,344
Investment earnings	14,433	107,991
Other	20,000	-
Total revenues	857,583	725,895
Expenditures - urban redevelopment and housing:		
Current:		
Operating services	-	16,979
Capital outlay	216,044	834,271
Debt service	851,155	351,960
Total expenditures	1,067,199	1,203,210
Excess (deficiency) of revenues over expenditures	(209,616)	(477,315)
Other financing sources (uses)		
Transfers out	(54,349)	-
Total other financing sources (uses)	(54,349)	-
Net change in fund balance	(263,965)	(477,315)
Fund balance at beginning of year	3,451,868	3,929,183
Fund balance at end of year	$ 3,187,903	$ 3,451,868

CITY OF MARIETTA
TAX ALLOCATION DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE- BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive(Negative)
Revenues:			
Taxes	497,000	$ 169,597	$ (327,403)
Intergovernmental revenue	153,500	653,553	500,053
Investment earnings	120,000	14,433	(105,567)
Other	-	20,000	20,000
Total revenues	770,500	857,583	87,083
Expenditures- urban redevelopment and housing:			
Capital outlay	1,024,717	273,443	751,274
Debt service	851,155	851,155	-
Total expenditures	1,875,872	1,124,598	751,274
Excess (deficiency) of revenues over expenditures	(1,105,372)	(267,015)	838,357
Other financing sources (uses)			
Transfer out	(202,235)	(54,349)	147,886
Net change in fund balance	$ (1,307,607)	(321,364)	$ 986,243
Reconciliation to GAAP basis:			
Encumbrances outstanding at end of year		57,399	
Fund balance at beginning of year		3,451,868	
Fund balance at end of year		$ 3,187,903	

CITY OF MARIETTA, GEORGIA
MARIETTA HOUSING FUND
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Equity in pooled cash	$ 799	$ 799
Total assets	$ 799	$ 799
FUND BALANCE		
Fund balance:		
Unreserved - undesignated	$ 799	$ 799
Total fund balance	$ 799	$ 799

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
MARIETTA HOUSING FUND
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Expenditures - urban redevelopment and housing:		
Capital outlay	$ -	$ -
Excess (deficiency) of revenues over expenditures	-	-
Other financing sources (uses):		
Transfers in	-	-
Transfers out	-	-
Total other financing sources (uses)	-	-
Net change in fund balance	-	-
Fund balance at beginning of year	799	799
Fund balance at end of year	$ 799	$ 799

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
CEMETERY MAINTENANCE
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 302,124	$ -
Equity in pooled cash	181,157	218,443
Investments	329,151	-
Receivables (net of allowance for estimated uncollectibles):		
Taxes	7,682	6,654
Interest	984	1,822
Due from other funds	-	680,719
Due from other governments	837	869
Total assets	$ 821,935	$ 908,507
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 11,195	$ 7,740
Accrued salaries and employee benefits	1,573	1,004
Deferred revenue	7,071	6,277
Total liabilities	19,839	15,021
Fund balance:		
Reserved for encumbrances	4,631	47,282
Unreserved - undesignated	797,465	846,204
Total fund balance	802,096	893,486
Total liabilities and fund balance	$ 821,935	$ 908,507

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
CEMETERY MAINTENANCE
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Taxes	$ 223,479	$ 210,144
Investment earnings	13,551	72,772
Other	1,770	-
Total revenues	238,800	282,916
Expenditures - public works:		
Current:		
Personal services	49,281	61,551
Operating services	264,534	267,470
Capital outlay	16,375	-
Total expenditures	330,190	329,021
Excess (deficiency) of revenues over expenditures	(91,390)	(46,105)
Fund balance at beginning of year	893,486	939,591
Fund balance at end of year	$ 802,096	$ 893,486

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
CEMETERY MAINTENANCE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes	$ 201,000	$ 223,479	$ 22,479
Investment earnings	45,000	13,551	(31,449)
Total revenues	246,000	237,030	(8,970)
Expenditures - public works:			
Current:			
Personal services	87,136	49,281	37,855
Operating services	270,203	269,165	1,038
Capital outlay	25,000	16,375	8,625
Total expenditures	382,339	334,821	47,518
Excess (deficiency) of revenues over expenditures	$ (136,339)	(97,791)	$ 38,548
Reconciliation to GAAP basis:			
Encumbrances outstanding at end of year		4,631	
Unbudgeted other revenue		1,770	
Fund balances at beginning of year - GAAP basis		893,486	
Fund balance at end of year - GAAP basis		$ 802,096	

CITY OF MARIETTA, GEORGIA
LOCAL LAW ENFORCEMENT BLOCK GRANT
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Equity in pooled cash	$ 14,123	$ 7,769
Receivables, net	-	32
Due from other governments	3,587	23,650
Total assets	$ 17,710	$ 31,451
LIABILITIES AND FUND BALANCE		
Liabilities:		
Deferred revenue	$ 12,542	$ 27,442
Total liabilities	12,542	27,442
Fund balance:		
Reserved for encumbrances	1,132	-
Unreserved - undesignated	4,036	4,009
Total fund balance	5,168	4,009
Total liabilities and fund balance	$ 17,710	$ 31,451

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
LOCAL LAW ENFORCEMENT BLOCK GRANT
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Intergovernmental	$ 32,305	33,912
Investment earnings	48	2,720
Total revenues	32,353	36,632
Expenditures - public safety:		
Current:		
Operating services	1,295	-
Capital outlay	29,899	33,912
Total expenditures	31,194	33,912
Excess (deficiency) of revenues over expenditures	1,159	2,720
Net change in fund balance	1,159	2,720
Fund balance at beginning of year	4,009	1,289
Fund balance (deficit) at end of year	$ 5,168	$ 4,009

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
LOCAL LAW ENFORCEMENT BLOCK GRANT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	$ 60,348	32,305	$ (28,043)
Total revenues	60,348	32,305	(28,043)
Expenditures - public safety:			
Current:			
Operating services	10,000	1,295	8,705
Capital outlay	50,348	31,031	19,317
Total expenditures	60,348	32,326	28,022
Excess (deficiency) of revenues over expenditures	-	(21)	(21)
Net change in fund balance	$ -	(21)	$ (21)
Reconciliation to GAAP basis:			
Encumbrances outstanding at end of year		1,132	
Unbudgeted investment earnings		48	
Fund balance at beginning of year - GAAP basis		4,009	
Fund balance (deficit) at end of year - GAAP basis		$ 5,168	

CITY OF MARIETTA, GEORGIA
GONE WITH THE WIND MUSEUM
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 450	$ 450
Receivables, net	4,061	10,698
Inventories	15,271	15,340
Prepaid expenses	-	5,290
Total assets	$ 19,782	$ 31,778
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 3,365	$ 8,579
Accrued salaries and employee benefits	3,163	5,048
Deferred revenue	-	13,135
Due to other funds	77,399	58,494
Total liabilities	83,927	85,256
Fund balance (deficit):		
Unreserved - undesignated	(64,145)	(53,478)
Total fund balance (deficit)	(64,145)	(53,478)
Total liabilities and fund balance	$ 19,782	$ 31,778

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
GONE WITH THE WIND MUSEUM
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Charges for services	$ 93,632	$ 69,465
Investment income	70	$ -
Other	56,670	78,766
Total revenues	150,372	148,231
Expenditures - culture and recreation:		
Current:		
Personal services	55,101	90,523
Operating services	103,283	72,991
Total expenditures	158,384	163,514
Excess (deficiency) of revenues over expenditures	(8,012)	(15,283)
Other financing sources (uses):		
Transfers out	(2,655)	(6,682)
Total other financing sources (uses)	(2,655)	(6,682)
Net change in fund balance	(10,667)	(21,965)
Fund balance (deficit) at beginning of year	(53,478)	(31,513)
Fund balance (deficit) at end of year	$ (64,145)	$ (53,478)

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
GONE WITH THE WIND MUSEUM
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive(Negative)
Revenues:			
Charges for services	$ 85,700	$ 93,632	$ 7,932
Other	63,000	56,670	(6,330)
Total revenues	148,700	150,302	1,602
Expenditures:			
Personal services	58,785	55,101	3,684
Operating services	87,260	103,283	(16,023)
Total expenditures	146,045	158,384	(12,339)
Excess (deficiency) of revenues over expenditures	2,655	(8,082)	(10,737)
Other financing sources (uses)			
Transfer out	(2,655)	(2,655)	-
Net change in fund balance	$ -	(10,737)	$ (10,737)
Reconciliation to GAAP basis:			
Unbudgeted investment earnings		70	
Fund balance (deficit) at beginning of year		(53,478)	
Fund balance (deficit) at end of year		$ (64,145)	

CITY OF MARIETTA, GEORGIA
TREE PRESERVATION
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Equity in pooled cash	$ 174,078	$ 229,346
Total assets	$ 174,078	$ 229,346
FUND BALANCE		
Fund balance:		
Reserved for encumbrances	$ -	$ 98,639
Unreserved - designated	127,985	125,427
Unreserved - undesignated	46,093	5,280
Total fund balance	174,078	229,346
Total fund balance	$ 174,078	$ 229,346

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
TREE PRESERVATION
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Other	$ 18,394	$ 5,280
Investment earnings	348	-
Total revenues	18,742	5,280
Expenditures - culture and recreation:		
Current:		
Operating services	74,010	71
Total expenditures	74,010	71
Excess (deficiency) of revenues over expenditures	(55,268)	5,209
Net change in fund balance	(55,268)	5,209
Fund balance at beginning of year	229,346	224,137
Fund balance at end of year	$ 174,078	$ 229,346

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
TREE PRESERVATION
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive(Negative)
Revenues:			
Other	17,087	$ 18,394	$ 1,307
Total revenues	17,087	18,394	1,307
Expenditures - culture and recreation:			
Current:			
Operating services	$ 241,153	74,010	$ 167,143
Total expenditures	241,153	74,010	167,143
Excess (deficiency) of revenues over expenditures	$ (224,066)	(55,616)	$ 168,450
Reconciliation to GAAP basis:			
Unbudgeted investment earnings		348	
Fund balance at beginning of year - GAAP Basis		229,346	
Fund balance at end of year - GAAP Basis		$ 174,078	

CITY OF MARIETTA, GEORGIA
HOTEL MOTEL TAX FUND
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Taxes	$ 1,891,608	$ 2,217,011
Total revenues	1,891,608	2,217,011
Other financing sources (uses)		
Transfers out	(1,891,608)	(2,217,011)
Total other financing sources (uses)	(1,891,608)	(2,217,011)
Net change in fund balance	-	-
Fund balance at beginning of year	-	-
Fund balance at end of year	$ -	$ -

See accompanying notes to financial statements.

CITY OF MARIETTA
HOTEL MOTEL TAX FUND
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive(Negative)
Revenues:			
Taxes	$ 2,220,000	$ 1,891,608	$ (328,392)
Total revenues	2,220,000	1,891,608	(328,392)
Other financing sources (uses)			
Transfer out	(2,220,000)	(1,891,608)	328,392
Net change in fund balance	$ -	-	$ -
Fund balance (deficit) at beginning of year		-	
Fund balance (deficit) at end of year		$ -	

CITY OF MARIETTA, GEORGIA
AUTO RENTAL TAX FUND
SPECIAL REVENUE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Taxes	$ 411,199	$ 457,723
Total revenues	411,199	457,723
Other financing sources (uses)		
Transfers out	(411,199)	(457,723)
Total other financing sources (uses)	(411,199)	(457,723)
Net change in fund balance	-	-
Fund balance at beginning of year	-	-
Fund balance at end of year	$ -	$ -

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
AUTO RENTAL TAX FUND
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget - Positive(Negative)
Revenues:			
Taxes	$ 460,000	$ 411,199	$ (48,801)
Total revenues	460,000	411,199	(48,801)
Other financing sources (uses)			
Transfer out	(460,000)	(411,199)	48,801
Net change in fund balance	$ -	-	$ -
Fund balance (deficit) at beginning of year		-	
Fund balance (deficit) at end of year		$ -	

DEBT SERVICE FUND

The Debt Service Fund is used for the accumulation of resources for, and the payment of, principal and interest on general long-term debt (other than enterprise funds).

CITY OF MARIETTA, GEORGIA
DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 900,523	$ 2,354,838
Equity in pooled cash	-	90,512
Investments	5,624,081	996,146
Cash with fiscal agent	-	178,696
Receivables (net of allowance for estimated uncollectibles):		
Taxes	179,797	159,978
Accrued interest	2,840	9,853
Due from other governments	19,242	19,985
Total assets	$ 6,726,483	$ 3,810,008
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ -	$ 300
Due to other funds	1,860,370	-
Deferred revenue	164,606	151,320
Total liabilities	2,024,976	151,620
Fund balance:		
Reserved for debt service	4,701,507	3,658,388
Total liabilities and fund balance	$ 6,726,483	$ 3,810,008

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Taxes	$ 5,024,252	$ 4,741,033
Intergovernmental revenue	3,692,565	3,684,380
Investment earnings	70,382	172,366
Total revenue	8,787,199	8,597,779
Expenditures:		
Debt service:		
Principal retirement	6,140,000	5,240,000
Interest on bonds	1,578,413	2,516,379
Fiscal agent fees and bond issuance costs	1,176	1,610,299
Total expenditures	7,719,589	9,366,678
Excess (deficiency) of revenues over expenditures	1,067,610	(768,899)
Other financing sources (uses):		
Bond proceeds	-	40,165,000
Payment to refunded bond escrow agent	-	(38,550,000)
Transfers out	(24,491)	(24,491)
Total other financing sources (uses)	(24,491)	1,590,509
Net change in fund balance	1,043,119	821,610
Fund balance at beginning of year	3,658,388	2,836,778
Fund balance at end of year	$ 4,701,507	$ 3,658,388

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Taxes	$ 4,675,500	$ 5,024,252	$ 348,752
Intergovernmental	3,692,565	3,692,565	-
Investment earnings	100,000	70,382	(29,618)
Total revenues	8,468,065	8,787,199	319,134
Expenditures:			
Debt Service:			
Principal retirement	6,140,000	6,140,000	-
Interest and fiscal charges	1,582,013	1,579,589	2,424
Total expenditures	7,722,013	7,719,589	2,424
Excess (deficiency) of revenues over expenditures	746,052	1,067,610	321,558
Other financing sources (uses):			
Transfers out	(24,491)	(24,491)	-
Total other financing sources (uses)	(24,491)	(24,491)	-
Net change in fund balance	$ 721,561	1,043,119	$ 321,558
Fund balance at beginning of year		3,658,388	
Fund balance at end of year		$ 4,701,507	

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CAPITAL PROJECTS FUNDS

LOCAL OPTION SALES TAX FUND – To account for the proceeds received from Cobb County local option sales tax collections to be used for transportation and sidewalk improvements within the City.

CONSTRUCTION FUND – To account for the proceeds received from Series 1996 General Obligation Bonds used for construction, renovating, and equipping public safety facilities within the City, and to account for the relocation of the property management department to a new facility.

SPLOST FUND – To account for the proceeds received from Cobb County Special Purpose Local Option Sales Tax collections to be used for transportation, sidewalks, and public safety radio system improvements within the city.

CITY OF MARIETTA, GEORGIA
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2009 and 2008

	Local Option Sales Tax	SPLOST Fund	Totals 2009	Totals 2008
ASSETS				
Cash and cash equivalents	$ -	$ 12,008,032	$ 12,008,032	$ 14,614,015
Equity in pooled cash	-	3,940,531	3,940,531	297,280
Investments	-	-	-	5,020,000
Receivables, net	13	2,365	2,378	255,666
Due from other governments	578,420	2,536,115	3,114,535	1,925,767
Total assets	$ 578,433	$ 18,487,043	$ 19,065,476	$ 22,112,728
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 8,468	$ 1,659,907	$ 1,668,375	$ 667,724
Retainage payable	-	238,508	238,508	222,456
Due to other funds	25,331	-	25,331	602,787
Total liabilities	33,799	1,898,415	1,932,214	1,492,967
Fund balances:				
Reserved for encumbrances	194,241	6,689,245	6,883,486	3,752,326
Unreserved - designated	57,079	229,591	286,670	456,116
Unreserved - undesignated	293,314	9,669,792	9,963,106	16,411,319
Total fund balances	544,634	16,588,628	17,133,262	20,619,761
Total liabilities and fund balances	$ 578,433	$ 18,487,043	$ 19,065,476	$ 22,112,728

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

	Local Option Sales Tax	SPLOST Fund	Totals 2009	Totals 2008
Revenues:				
Investment earnings	$ 189	$ 290,158	$ 290,347	$ 769,067
Intergovernmental	49,784	9,459,835	9,509,619	12,379,076
Total revenues	49,973	9,749,993	9,799,966	13,148,143
Expenditures:				
Capital outlay	155,581	12,707,741	12,863,322	10,558,597
Debt service:				
Interest on bonds	-	363,308	363,308	318,782
Fiscal agent fees and bond issuance cost	-	-	-	146,083
Total expenditures	155,581	13,071,049	13,226,630	11,023,462
Excess (deficiency) of revenues over expenditures	(105,608)	(3,321,056)	(3,426,664)	2,124,681
Other financing sources (uses):				
Bond proceeds	-	-	-	9,820,000
Transfers in (out)	-	(59,835)	-	-
Net change in fund balance	(105,608)	(3,380,891)	(3,486,499)	11,944,681
Fund balances at beginning of year	650,242	19,969,519	20,619,761	8,675,080
Fund balances at end of year	$ 544,634	$ 16,588,628	$ 17,133,262	$ 20,619,761

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Equity in pooled cash	$ -	$ 288,828
Receivables:		
Accrued interest	13	-
Due from other governments	578,420	1,217,055
Total assets	$ 578,433	$ 1,505,883
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 8,468	$ 142,465
Retainage payable	-	110,389
Due to other funds	25,331	602,787
Total liabilities	33,799	855,641
Fund balance:		
Reserved for encumbrances	194,241	539,061
Unreserved - designated	57,079	150,000
Unreserved - undesignated	293,314	(38,819)
Total fund balance	544,634	650,242
Total liabilities and fund balance	$ 578,433	$ 1,505,883

See accompanyting notes to financial statements.

CITY OF MARIETTA, GEORGIA
LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Investment earnings	$ 189	$ -
Intergovernmental	49,784	2,716,386
Total revenues	49,973	2,716,386
Expenditures:		
Capital outlay	155,581	2,780,066
Total expenditures	155,581	2,780,066
Excess (deficiency) of revenues over expenditures	(105,608)	(63,680)
Net change in fund balance	(105,608)	(63,680)
Fund balance at beginning of year	650,242	713,922
Fund balance at end of year	$ 544,634	$ 650,242

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental	$ 1,097,786	$ 49,784	$ (1,048,002)
Total revenues	1,097,786	49,784	(1,048,002)
Expenditures:			
Capital outlay	1,894,703	349,822	1,544,881
Total expenditures	1,894,703	349,822	1,544,881
Net change in fund balance	$ (796,917)	(300,038)	$ 496,879
Reconciliation to GAAP basis:			
Unbudgeted investment earnings		189	
Encumbrances outstanding at end of year		194,241	
Fund balance at beginning of year - GAAP basis		650,242	
Fund balance at end of year - GAAP basis		$ 544,634	

CITY OF MARIETTA, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 12,008,032	$ 14,614,015
Equity in pooled cash	3,940,531	8,452
Investments	-	5,020,000
Receivables:		
Accrued interest	2,365	255,666
Due from other governments	2,536,115	708,712
Total assets	$ 18,487,043	$ 20,606,845
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,659,907	525,259
Retainage payable	238,508	112,067
Total liabilities	1,898,415	637,326
Fund balance:		
Reserved for encumbrances	6,689,245	3,213,265
Unreserved - designated	229,591	306,116
Unreserved - undesignated	9,669,792	16,450,138
Total fund balance	16,588,628	19,969,519
Total liabilities and fund balance	$ 18,487,043	$ 20,606,845

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Revenues:		
Investment earnings	$ 290,158	$ 769,067
Intergovernmental	9,459,835	9,662,690
Total revenues	9,749,993	10,431,757
Expenditures:		
Capital outlay	12,707,741	7,778,531
Debt Service		
Interest on bonds	363,308	318,782
Fiscal agent fees and bond issuance costs	-	146,083
Total expenditures	13,071,049	8,243,396
Excess (deficiency) of revenues over expenditures	(3,321,056)	2,188,361
Other financing sources (uses):		
Bond proceeds	-	9,820,000
Transfers out	59,835	-
Net change in fund balance	(3,380,891)	12,008,361
Fund balance at beginning of year	19,969,519	7,961,158
Fund balance at end of year	$ 16,588,628	$ 19,969,519

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental	$ 24,227,579	$ 9,459,835	$ (14,767,744)
Total revenues	24,227,579	9,459,835	(14,767,744)
Expenditures:			
Capital outlay	34,339,090	19,396,986	14,942,104
Debt Service:			
Interest and fiscal charges	364,322	363,308	1,014
Total expenditures	34,703,412	19,760,294	14,943,118
Excess (deficiency) of revenues over expenditures	(10,475,833)	(10,300,459)	175,374
Other financing sources (uses):			
Transfers out	(39,736)	(59,835)	(20,099)
Net change in fund balance	$(10,515,569)	(10,360,294)	$ 155,275
Reconciliation to GAAP basis:			
Unbudgeted investment earnings		290,158	
Encumbrances outstanding at end of year		6,689,245	
Fund balance at beginning of year - GAAP basis		19,969,519	
Fund balance at end of year - GAAP basis		$ 16,588,628	

PROPRIETARY FUNDS

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise Funds are used to account for the acquisition, operation and maintenance of government facilities and services which are predominantly or entirely self-supporting by user charges. The operations of Enterprise Funds are accounted for in such a manner as to show a profit or loss similar to comparable private enterprises.

BOARD OF LIGHTS AND WATERWORKS FUND – To account for the operations of the electric and water distribution, and sewer collection systems. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection. The different enterprise funds are combined as allowed by the State Statute for Combined Public Utilities Systems.

CITY GOLF COURSE FUND – To account for the receipts and disbursements of monies from the operation of the City golf course.

MARIETTA CONFERENCE CENTER AND RESORT FUND – To account for the assets of the City's conference center, along with the service of debt issued through the Downtown Marietta Development Authority.

CITY OF MARIETTA, GEORGIA
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS
June 30, 2009
With Comparative Totals for June 30, 2008

	Board of Lights and Waterworks	City Golf Course	Marietta Conference Center & Resort	Totals 2009	Totals 2008
ASSETS					
Current assets:					
Cash and cash equivalents	$ 165,646	$ 5,324	$ -	$ 170,970	$ 10,298,424
Restricted cash with fiscal agent	-	-	-	-	835,000
Equity in pooled cash	1,682,560	-	-	1,682,560	325,665
Investments	19,439,819	-	-	19,439,819	17,978,894
Restricted investments:					
Revenue bond debt service	-	-	2,418,022	2,418,022	2,438,372
Facility renovation	-	-	985,557	985,557	6,010,653
Furniture and fixtures reserve	-	-	6,232	6,232	6,139
Other	-	-	59	59	-
Receivables, net	14,823,681	6,170	-	14,829,851	13,676,485
Due from other funds	5,268,058	-	127,968	5,396,026	3,248,778
Inventories, at cost	3,184,531	-	-	3,184,531	3,148,653
Total current assets	44,564,295	11,494	3,537,838	48,113,627	57,967,063
Noncurrent assets:					
Restricted assets:					
Investments	6,713,126	-	-	6,713,126	6,537,284
Property, plant and equipment:					
Land and land improvements	1,382,976	6,600,000	769,284	8,752,260	8,752,260
Buildings and improvements	15,633,984	2,028,342	23,326,210	40,988,536	40,824,204
Electrical plant in service	94,009,926	-	-	94,009,926	84,505,763
Water and sewer system	71,859,675		-	71,859,675	66,634,359
Machinery and equipment	46,089,351	3,607,228	12,376,153	62,072,732	54,143,379
	228,975,912	12,235,570	36,471,647	277,683,129	254,859,965
Less: accumulated depreciation	(121,732,688)	(3,920,017)	(15,571,684)	(141,224,389)	(130,304,088)
Net property, plant and equipment	107,243,224	8,315,553	20,899,963	136,458,740	124,555,877
Other assets:					
Inventories, at cost	-	-	256,309	256,309	254,492
Unamortized costs	-	97,840	1,408,019	1,505,859	1,523,773
Investment	3,729,966	-	-	3,729,966	3,729,966
	3,729,966	97,840	1,664,328	5,492,134	5,508,231
Less: accumulated amortization	-	-	(593,670)	(593,670)	(531,643)
Net other assets	3,729,966	97,840	1,070,658	4,898,464	4,976,588
Total noncurrent assets	117,686,316	8,413,393	21,970,621	148,070,330	136,069,749
Total assets	$ 162,250,611	$ 8,424,887	$ 25,508,459	$ 196,183,957	$ 194,036,812

See accompanying notes to financial statements.
Continued on next page.

CITY OF MARIETTA, GEORGIA
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS (CONT'D)
June 30, 2009
With Comparative Totals for June 30, 2008

	Board of Lights and Waterworks	City Golf Course	Marietta Conference Center & Resort	Totals 2009	Totals 2008
LIABILITIES					
Current liabilities:					
Accounts payable	$ 11,930,128	$ 65,243	$ 17,540	$ 12,012,911	$ 10,646,999
Accrued salaries	378,623	-	-	378,623	319,185
Accrued sales tax	518,100	-	-	518,100	480,572
Other accrued liabilities	-	-	21,330	21,330	27,372
Accrued compensated absences	303,701	-	-	303,701	301,100
Due to other funds	-	1,015,250	696,413	1,711,663	1,684,912
Capital lease obligations	-	679,289	-	679,289	46,858
Bonds payable	-	-	1,045,000	1,045,000	990,000
Accrued interest payable	-	65,901	136,560	202,461	73,492
Total current liabilities	13,130,552	1,825,683	1,916,843	16,873,078	14,570,490
Long-term liabilities (net of current portion):					
Accrued compensated absences	507,838	-	-	507,838	466,177
Net pension obligation	288,084	-	-	288,084	47,625
Net OPEB obligation	1,829,354	-	-	1,829,354	518,975
Customer deposits	6,713,126	-	-	6,713,126	6,537,284
Capital lease obligations	-	4,075,285	-	4,075,285	5,516,181
Revenue bonds	-	-	30,362,000	30,362,000	31,480,000
Total long-term liabilities	9,338,402	4,075,285	30,362,000	43,775,687	44,566,242
Total liabilities	22,468,954	5,900,968	32,278,843	60,648,765	59,136,732
NET ASSETS					
Invested in capital assets, net of related debt	107,243,224	3,495,078	(5,206,480)	105,531,822	96,848,491
Restricted for:					
Debt Service	-	-	2,281,462	2,281,462	2,371,019
Other	-	-	6,232	6,232	6,138
Unrestricted	32,538,433	(971,159)	(3,851,598)	27,715,676	35,674,432
Total net assets	$ 139,781,657	$ 2,523,919	$ (6,770,384)	$ 135,535,192	$ 134,900,080

See accompanying notes to financial statements.
Continued from previous page.

CITY OF MARIETTA, GEORGIA
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

	Board of Lights and Waterworks	City Golf Course	Marietta Conference Center & Resort	Totals 2009	Totals 2008
Operating revenues:					
Charges for services	$ 118,838,617	$ 1,702,849	$ -	$ 120,541,466	$ 120,785,250
Lease income	-	-	1,726,505	1,726,505	1,644,720
Other	1,220,195	-	-	1,220,195	1,288,916
Total operating revenues	120,058,812	1,702,849	1,726,505	123,488,166	123,718,886
Operating expenses:					
Personal services	15,270,637	-	-	15,270,637	13,919,575
Operating	83,560,590	1,286,685	133,813	84,981,088	84,592,089
Other	935,111	-	-	935,111	958,278
Depreciation	9,402,911	202,630	1,314,758	10,920,299	9,611,260
Total operating expenses	109,169,249	1,489,315	1,448,571	112,107,135	109,081,202
Operating income	10,889,563	213,534	277,934	11,381,031	14,637,684
Nonoperating revenues (expenses):					
Investment earnings	673,537	-	39,109	712,646	1,973,077
Interest and fiscal charges	-	(218,364)	(1,986,110)	(2,204,474)	(1,663,555)
Amortization	-	(17,914)	(62,027)	(79,941)	(96,644)
Gain (loss) on sale of capital assets	165,386	-	-	165,386	139,800
Other	13,278	2,994	-	16,272	27,942
Total nonoperating revenues (expenses)	852,201	(233,284)	(2,009,028)	(1,390,111)	380,620
Capital contributions from developers	661,994	-	-	661,994	777,567
Income (loss) before transfers	12,403,758	(19,750)	(1,731,094)	10,652,914	15,795,871
Transfers:					
Transfers in	3,186,959	367,677	595,402	4,150,038	4,016,745
Transfers out	(13,822,935)	(27,088)	-	(13,850,023)	(13,597,385)
Total transfers	(10,635,976)	340,589	595,402	(9,699,985)	(9,580,640)
Change in net assets	1,767,782	320,839	(1,135,692)	952,929	6,215,231
Net assets at beginning of year, before restatement	138,331,692	2,203,080	(5,634,692)	134,900,080	128,684,849
Restatement	(317,817)	-	-	(317,817)	-
Net assets at beginning of year, after restatement	138,013,875	2,203,080	(5,634,692)	134,582,263	128,684,849
Net assets at end of year	$ 139,781,657	$ 2,523,919	$ (6,770,384)	$ 135,535,192	$ 134,900,080

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
ENTERPRISE FUND
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

	Board of Lights and Waterworks	City Golf Course	Marietta Conference Center & Resort	Totals 2009	Totals 2008
Cash flows from operating activities:					
Cash received from customers	$ 115,652,000	$ 1,720,034	$ -	$ 117,372,034	$ 117,622,273
Cash received from other operating activities	1,220,195	2,994	-	1,223,189	1,290,208
Cash received from lease	-	-	1,726,505	1,726,505	1,585,511
Cash payments goods and services	(83,159,596)	(1,851,188)	481,039	(84,529,745)	(84,377,941)
Cash payments for employee services and fringe benefits	(13,933,916)	-	-	(13,933,916)	(13,024,689)
Net cash from (to) operating activities	19,778,683	(128,160)	2,207,544	21,858,067	23,095,362
Cash flows from noncapital financing activities:					
Transfers in	3,186,959	367,677	595,402	4,150,038	4,016,745
Transfers out	(13,822,935)	(27,088)	-	(13,850,023)	(13,597,385)
Net cash from (to) noncapital financing activities	(10,635,976)	340,589	595,402	(9,699,985)	(9,580,640)
Cash flows from capital and related financing activities:					
Payments for capital acquisitions	(17,171,799)	(88,063)	(4,901,307)	(22,161,169)	(19,098,176)
Payments on capital leases	-	(826,379)	-	(826,379)	(93,768)
Proceeds from fixed asset sales	165,386	-	-	165,386	186,193
Proceeds from bond issue	-	-	-	-	8,060,000
Bond principal payments	-	-	(990,000)	(990,000)	(940,000)
Interest and fiscal charges	-	(152,463)	(1,996,042)	(2,148,505)	(2,105,945)
Issues costs on debt	-	17,914	-	17,914	(291,754)
Net cash from (to) capital and related financing activities	(17,006,413)	(1,048,991)	(7,887,349)	(25,942,753)	(14,283,450)
Cash flows from investing activities:					
Rental income received (paid)	13,278	-	-	13,278	26,650
Investment income received (paid)	718,197	-	39,109	757,306	1,957,168
Investment (purchases) sales	(1,636,766)	-	5,045,294	3,408,528	(7,134,269)
Net cash from (to) investing activities	(905,291)	-	5,084,403	4,179,112	(5,150,451)
Net increase (decrease) in cash and cash equivalents	(8,768,997)	(836,562)	-	(9,605,559)	(5,919,179)
Cash and cash equivalents at beginning of year:					
Cash	10,291,538	841,886	-	11,133,424	14,199,211
Equity in pooled cash	325,665	-	-	325,665	3,179,057
Total cash and cash equivalents, beginning of year	10,617,203	841,886	-	11,459,089	17,378,268
Cash and cash equivalents at end of year:					
Cash	165,646	5,324	-	170,970	11,133,424
Equity in pooled cash	1,682,560	-	-	1,682,560	325,665
Total cash and cash equivalents, end of year	$ 1,848,206	$ 5,324	$ -	$ 1,853,530	$ 11,459,089

See accompanying notes to financial statements.
Continued on next page.

CITY OF MARIETTA, GEORGIA
ENTERPRISE FUND
COMBINING STATEMENT OF CASH FLOWS (CONT'D)
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

	Board of Lights and Waterworks	City Golf Course	Marietta Conference Center & Resort	Totals 2009	Totals 2008
Reconciliation of operating income (loss) to net cash from operating activities:					
Operating income (loss)	$ 10,889,563	$ 213,534	$ 277,934	$ 11,381,031	$ 14,637,684
Adjustments to reconcile operating income to net cash from operating activities:					
Depreciation	9,402,911	202,630	1,314,758	10,920,299	9,611,260
Miscellaneous	-	2,994	-	2,994	1,292
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	-	17,185	-	17,185	(12,792)
(Increase) decrease in utility accounts receivable	(1,215,211)	-	-	(1,215,211)	(501,415)
(Increase) decrease in due from other funds	(2,147,248)	-	-	(2,147,248)	(3,120,810)
(Increase) decrease in inventories	(35,878)	-	(1,817)	(37,695)	(460,236)
(Increase) decrease in prepaid expense	-	-	-	-	-
(Increase) decrease in net pension asset/obligation	240,459	-	-	240,459	219,833
(Increase) decrease in due from other governments	-	-	-	-	-
Increase (decrease) in accounts payable	1,362,405	(14,033)	17,540	1,365,912	447,187
Increase (decrease) in accrued salaries	59,438	-	-	59,438	86,158
Increase (decrease) in accrued sales tax	37,528	-	-	37,528	(3,806)
Increase (decrease) in accrued commissions	-	-	-	-	-
Increase (decrease) in accrued compensated absences	44,262	-	-	44,262	69,920
Increase (decrease) in other accrued expenses	-	-	(6,042)	(6,042)	8,746
Increase (decrease) in due to other funds	(27,950)	(550,470)	605,171	26,751	1,216,535
Increase (decrease) in interfund payable	-	-	-	-	-
Increase (decrease) in net OPEB obligation	992,562	-	-	992,562	518,975
Increase (decrease) in customer deposits	175,842	-	-	175,842	472,040
Increase (decrease) in bank overdrafts	-	-		-	-
Increase (decrease) in other liabilities	-	-	-	-	(95,209)
Net cash from (to) operating activities	$ 19,778,683	$ (128,160)	$ 2,207,544	$ 21,858,067	$ 23,095,362

SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:

During 2008, assets contributed by developers totaled $777,567 in the Board of Lights and Waterworks.

During 2008, the increase in fair value of investments totaled $42,966 in the Board of Lights and Waterworks.

During 2008, assets of $268,548 were acquired through leasing in the Golf Fund.

During 2008, a capital lease of $4,819,902 was refinanced.

During 2009, assets contributed by developers totaled $661,994.

See accompanying notes to financial statements.

Continued from previous page.

CITY OF MARIETTA, GEORGIA
BOARD OF LIGHTS AND WATERWORKS
ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET ASSETS
June 30, 2009 and 2008

ASSETS	2009	2008
Current assets:		
Cash and cash equivalents	$ 165,646	$ 10,291,538
Equity in pooled cash	1,682,560	325,665
Investments	19,439,819	17,978,894
Receivables:		
Accrued interest	2,942	47,602
Utility accounts (net of allowance for estimated uncollectibles of $498,000 and $498,000)	14,820,739	13,605,528
Due from other funds	5,268,058	3,120,810
Inventories	3,184,531	3,148,653
Total current assets	44,564,295	48,518,690
Noncurrent assets:		
Restricted assets:		
Investments	6,713,126	6,537,284
Property, plant and equipment:		
Land	1,382,976	1,382,976
Buildings and improvements	15,633,984	15,486,735
Electrical plant in service	94,009,926	84,505,763
Water and sewer system	71,859,675	66,634,359
Machinery and equipment	46,089,351	43,132,286
	228,975,912	211,142,119
Less: accumulated depreciation	(121,732,688)	(112,329,776)
Net property, plant and equipment	107,243,224	98,812,343
Other assets:		
Investment	3,729,966	3,729,966
Total other assets	3,729,966	3,729,966
Total noncurrent assets	117,686,316	109,079,593
Total assets	$ 162,250,611	$ 157,598,283

See accompanying notes to financial statements.
Continued on next page.

CITY OF MARIETTA, GEORGIA
BOARD OF LIGHTS AND WATERWORKS
ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET ASSETS (CONT'D)
June 30, 2009 and 2008

LIABILITIES	2009	2008
Liabilities:		
Current liabilities:		
Accounts payable	$ 11,930,128	$ 10,567,723
Accrued salaries and employee benefits	378,623	319,185
Accrued sales tax	518,100	480,572
Accrued compensated absences	303,701	301,100
Due to other funds	-	27,950
Total current liabilities	13,130,552	11,696,530
Long-term liabilities (net of current portion):		
Accrued compensated absences	507,838	466,177
Net pension obligation	288,084	47,625
Net OPEB obligation	1,829,354	518,975
Customer deposits	6,713,126	6,537,284
Total long-term liabilities (net of current portion)	9,338,402	7,570,061
Total liabilities	22,468,954	19,266,591
NET ASSETS		
Invested in capital assets, net of related debt	107,243,224	98,812,343
Unrestricted	32,538,433	39,519,349
Total net assets	$ 139,781,657	$ 138,331,692

See accompanying notes to financial statements.
Continued from previous page.

CITY OF MARIETTA, GEORGIA
BOARD OF LIGHTS AND WATERWORKS
ENTERPRISE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
For the Fiscal Year Ended June 30, 2009 and 2008

	2009	2008
Operating revenues:		
Charges for services	$ 118,838,617	$ 118,985,201
Other	1,220,195	1,288,916
Total operating revenues	120,058,812	120,274,117
Operating expenses:		
Personal services	15,270,637	13,919,575
Operating	83,560,590	83,051,206
Other	935,111	958,279
Depreciation	9,402,911	8,652,904
Total operating expenses	109,169,249	106,581,964
Operating income	10,889,563	13,692,153
Nonoperating revenues (expenses):		
Investment earnings	673,537	1,915,625
Gain (loss) on sale of assets	165,386	186,193
Other	13,278	26,650
Total nonoperating revenues (expenses)	852,201	2,128,468
Capital contributions from developers	661,994	777,567
Income before transfers	12,403,758	16,598,188
Transfers:		
Transfers in	3,186,959	2,965,958
Transfers out	(13,822,935)	(13,570,297)
Total transfers in (out)	(10,635,976)	(10,604,339)
Change in net assets	1,767,782	5,993,849
Net assets at beginning of year, before restatement	138,331,692	132,337,843
Restatement	(317,817)	-
Net assets at beginning of year, after restatement	138,013,875	132,337,843
Net assets at end of year	$ 139,781,657	$ 138,331,692

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
BOARD OF LIGHTS AND WATERWORKS
ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Cash flows from operating activities:		
Cash received from customers	$ 115,652,000	$ 115,835,016
Cash received from other operating activities	1,220,195	1,288,916
Cash payments goods and services	(83,159,596)	(83,838,761)
Cash payments for employee services and fringe benefits	(13,933,916)	(13,024,689)
Net cash from (to) operating activities	19,778,683	20,260,482
Cash flows from noncapital financing activities:		
Transfers in	3,186,959	2,965,958
Transfers out	(13,822,935)	(13,570,297)
Net cash from (to) noncapital financing activities	(10,635,976)	(10,604,339)
Cash flows from capital and related financing activities:		
Payments for capital acquisitions	(17,171,799)	(18,126,596)
Proceeds from sale of assets	165,386	186,193
Net cash from (to) capital and related financing activities	(17,006,413)	(17,940,403)
Cash flows from investing activities:		
Rental income received	13,278	26,650
Interest received	718,197	1,899,716
Investment (purchases) sales	(1,636,766)	(135,571)
Net cash from (to) investing activities	(905,291)	1,790,795
Net increase (decrease) in cash and cash equivalents	(8,768,997)	(6,493,465)
Cash and cash equivalents at beginning of year:		
Cash	10,291,538	14,193,100
Equity in pooled cash	325,665	2,917,568
Total cash and cash equivalents, beginning of year	10,617,203	17,110,668
Cash and cash equivalents at end of year:		
Cash	165,646	10,291,538
Equity in pooled cash	1,682,560	325,665
Total cash and cash equivalents, end of year	$ 1,848,206	$ 10,617,203
Reconciliation of operating income (loss) to net cash from operating activities:		
Operating income (loss)	$ 10,889,563	$ 13,692,153
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation	9,402,911	8,652,905
Change in assets and liabilities:		
(Increase) decrease in utility accounts receivable	(1,215,211)	(501,415)
(Increase) decrease in due from other funds	(2,147,248)	(3,120,810)
(Increase) decrease in inventories	(35,878)	(296,302)
(Increase) decrease in net pension asset/obligation	240,459	219,833
Increase (decrease) in accounts payable	1,362,405	478,881
Increase (decrease) in accrued salaries	59,438	86,158
Increase (decrease) in accrued sales tax	37,528	(3,806)
Increase (decrease) in accrued compensated absences	44,262	69,920
Increase (decrease) in net OPEB obligation	992,562	518,975
Increase (decrease) in due to other governments	-	(36,000)
Increase (decrease) in due to other funds	(27,950)	27,950
Increase (decrease) in customer deposits	175,842	472,040
Net cash from operating activities	$ 19,778,683	$ 20,260,482

SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:

During 2008, assets contributed by developers totaled $777,567.

During 2008, the increase in fair value of investments totaled $42,966.

During 2009, assets contributed by developers totaled $661,994.

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
CITY GOLF COURSE
ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET ASSETS
June 30, 2009 and 2008

ASSETS	2009	2008
Current assets:		
Cash	$ 5,324	$ 6,886
Restricted cash with fiscal agent	-	835,000
Accounts receivable	6,170	23,355
Total current assets	11,494	865,241
Noncurrent assets:		
Property, plant and equipment:		
Land	6,600,000	6,600,000
Buildings and improvements	2,028,342	2,011,259
Machinery and equipment	3,607,228	3,536,247
	12,235,570	12,147,506
Less: accumulated depreciation	(3,920,017)	(3,717,386)
Net property, plant and equipment	8,315,553	8,430,120
Other assets:		
Unamortized bond costs	97,840	115,754.00
Total noncurrent assets	8,413,393	8,545,874
Total assets	8,424,887	9,411,115
LIABILITIES		
Liabilities:		
Current liabilites:		
Accounts payable	$ 65,243	$ 79,276
Due to other funds	1,015,250	1,565,720
Capital lease obligations	679,289	46,858
Accrued interest payable	65,901	-
Total current liabilities	1,825,683	1,691,854
Long-term liabilities (net of current portion):		
Capital lease obligations (net of deferred gain of $406,791 and $474,589)	4,075,285	5,516,181
Total long-term liabilities	4,075,285	5,516,181
Total liabilities	5,900,968	7,208,035
NET ASSETS		
Invested in capital assets, net of related debt	3,495,078	2,867,081
Unrestricted	(971,159)	(664,001)
Total net assets	$ 2,523,919	$ 2,203,080

See accompanying notes to financial statements.

CITY OF MAREITTA, GEORGIA
CITY GOLF COURSE
ENTERPRISE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Operating revenues:		
Charges for services	$ 1,702,849	$ 1,800,049
Operating expenses:		
Operating	1,286,685	1,402,601
Depreciation	202,630	186,936
Total operating expenses	1,489,315	1,589,537
Operating income (loss)	213,534	210,512
Nonoperating revenues (expenses) :		
Interest expense	(218,364)	(266,332)
Amortization of deferred loss	(17,914)	(34,617)
Gain on disposal of capital assets	-	73,049
Other	2,994	1,292
Total nonoperating revenues (expenses)	(233,284)	(226,608)
Income (loss) before operating transfers	(19,750)	(16,096)
Transfers:		
Transfers in	367,677	384,832
Transfers out	(27,088)	(27,088)
Total transfers	340,589	357,744
Change in net assets	320,839	341,648
Net assets at beginning of year	2,203,080	1,861,432
Net assets at end of year	$ 2,523,919	$ 2,203,080

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
CITY GOLF COURSE
ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Cash flows from operating activities:		
Cash received from customers	$ 1,720,034	$ 1,787,257
Cash payments for goods and services	(1,851,188)	(313,850)
Cash received from other operating activities	2,994	1,292
Net Cash from (to) operating activities	(128,160)	1,474,699
Cash flows from noncapital financing activities:		
Transfers in	367,677	384,832
Transfers out	(27,088)	(27,088)
Net cash from (to) noncapital financing activities	340,589	357,744
Cash flows from capital and related financing activities:		
Payments for capital acquisitions	(88,063)	(131,479)
Payments on capital leases	(826,379)	(93,768)
Issue costs on debts	17,914	(115,754)
Interest and fiscal charges	(152,463)	(655,667)
Net cash from (to) capital related financing activities	(1,048,991)	(996,668)
Net increase (decrease) in cash and cash equivalents	(836,562)	835,775
Cash and cash equivalents at beginning of year	841,886	6,111
Cash and cash equivalents at end of year	$ 5,324	$ 841,886
Reconciliation of operating income (loss) to net cash from operating activities:		
Operating income (loss)	$ 213,534	$ 210,512
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation	202,630	186,936
Miscellaneous revenue	2,994	1,292
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	17,185	(12,792)
Increase (decrease) in due to other funds	(550,470)	1,097,344
Increase (decrease) in accounts payable	(14,033)	(8,593)
Net cash from (to) operating activities	$ (128,160)	$ 1,474,699

SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:
During 2008, assets of $268,548 were acquired through leasing.
During 2008, a capital lease of $4,819,902 was refinanced.

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
MARIETTA CONFERENCE CENTER AND RESORT
ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET ASSETS
June 30, 2009 and 2008

ASSETS

	2009	2008
Current assets:		
Restricted investments:		
Revenue bond debt service	$ 2,418,022	$ 2,438,372
Facility renovation	985,557	6,010,653
Furniture and fixtures reserve	6,232	6,139
Other	59	-
Due from other funds	127,968	127,968
Total current assets	3,537,838	8,583,132
Noncurrent assets:		
Property, plant and equipment:		
Land	769,284	769,284
Buildings and improvements	23,326,210	23,326,210
Machinery and equipment	12,376,153	7,474,846
	36,471,647	31,570,340
Less: accumulated depreciation	(15,571,684)	(14,256,926)
Net property, plant and equipment	20,899,963	17,313,414
Other assets:		
Inventories, at cost	256,309	254,492
Unamortized bond costs	1,408,019	1,408,019
Less: accumulated amortization	(593,670)	(531,643)
Net other assets	1,070,658	1,130,868
Total noncurrent assets	21,970,621	18,444,282
Total assets	$ 25,508,459	$ 27,027,414

See accompanying notes to financial statements.
Continued on next page.

CITY OF MARIETTA, GEORGIA
MARIETTA CONFERENCE CENTER AND RESORT
ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET ASSETS (CONT'D)
June 30, 2009 and 2008

LIABILITIES	2009	2008
Liabilities:		
Current liabilites:		
Accounts payable	$ 17,540	$ -
Other accrued liabilities	21,330	27,372
Due to other funds	696,413	91,242
Accrued interest payable	136,560	73,492
Bonds payable	1,045,000	990,000
Total current liabilities	1,916,843	1,182,106
Long-term liabilities (net of current portion):		
Revenue bonds	30,362,000	31,480,000
Total liabilities	32,278,843	32,662,106
NET ASSETS		
Invested in capital assets, net of related debt	(5,206,480)	(4,830,933)
Restricted for:		
Debt Service	2,281,462	2,371,019
Other	6,232	6,138
Unrestricted	(3,851,598)	(3,180,916)
Total net assets	$ (6,770,384)	$ (5,634,692)

See accompanying notes to financial statements.
Continued from previous page.

CITY OF MARIETTA, GEORGIA
MARIETTA CONFERENCE CENTER AND RESORT
ENTERPRISE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Operating revenues:		
Lease income	$ 1,726,505	$ 1,644,720
Operating expenses:		
Operating	133,813	138,282
Depreciation	1,314,758	771,419
Total operating expenses	1,448,571	909,701
Operating income (loss)	277,934	735,019
Nonoperating revenues (expenses) :		
Investment earnings	39,109	57,452
Interest and fiscal charges	(1,986,110)	(1,397,223)
Loss on disposal of assets	-	(119,442)
Amortization	(62,027)	(62,027)
Total nonoperating revenues (expense)	(2,009,028)	(1,521,240)
Income (loss) before operating transfers	(1,731,094)	(786,221)
Transfers:		
Transfers in	595,402	665,955
Change in net assets	(1,135,692)	(120,266)
Net assets at beginning of year	(5,634,692)	(5,514,426)
Net assets at end of year	$ (6,770,384)	$ (5,634,692)

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
MARIETTA CONFERENCE CENTER AND RESORT
ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Cash flows from operating activities:		
Cash received from lease	$ 1,726,505	$ 1,585,511
Cash payments for goods and services	481,039	(225,330)
Net cash from (to) operating activities	2,207,544	1,360,181
Cash flows from noncapital financing activities:		
Transfers in	595,402	665,955
Net cash from (to) noncapital financing	595,402	665,955
Cash flows from capital and related financing activities:		
Payments for capital acquisitions	(4,901,307)	(840,101)
Bond principal payments	(990,000)	(940,000)
Interest and fiscal charges	(1,996,042)	(1,450,278)
Bond issuance proceeds	-	8,060,000
Issue costs on debts	-	(176,000)
Net cash from (to) capital and related financing activities	(7,887,349)	4,653,621
Cash flows from investing activities:		
Investment income received	39,109	57,452
Investment (purchases) sales	5,045,294	(6,998,698)
Net cash from (to) investing activities	5,084,403	(6,941,246)
Net increase (decrease) in cash and cash equivalents	-	(261,489)
Cash and cash equivalents at beginning of year	-	261,489
Total cash and cash equivalents, end of year	$ -	$ -
Reconciliation of operating income (loss) to net cash from operating activities:		
Operating income (loss)	$ 277,934	$ 735,019
Adjustments to reconcile operating income to net cash from operating activities:		
Noncash transactions		
Depreciation	1,314,758	771,419
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	-	-
(Increase) decrease in inventories	(1,817)	(163,934)
Increase (decrease) in accounts payable	17,540	(23,101)
Increase (decrease) in accrued salaries	-	-
Increase (decrease) in other accrued expenses	(6,042)	8,746
Increase (decrease) in due to other funds	605,171	91,241
Increase (decrease) in deferred revenue	-	(59,209)
Net cash from (to) operating activities	$ 2,207,544	$ 1,360,181

See accompanying notes to financial statements.

INTERNAL SERVICES FUNDS

Internal Services Funds account for services performed by a central service department for other departments or agencies of the government unit. The City has the following Internal Services Funds.

SELF-INSURANCE FUND – This fund is for the purpose of providing self-funding for casualty, liability, workers' compensation and medical claims.

MOTOR TRANSPORT FUND – This fund provides repair and maintenance services for vehicles owned by various City departments. The Motor Transport Fund bills the individual funds for the services rendered.

CITY OF MARIETTA, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
June 30, 2009
With Comparative Totals for June 30, 2008

	Self-Insurance	Motor Transport	Totals 2009	Totals 2008
ASSETS				
Current assets:				
Cash and cash equivalents	$ 3,888,671	$ -	$ 3,888,671	$ 2,764,957
Investments	3,458,156	-	3,458,156	2,478,541
Receivables, net	152,642	-	152,642	146,949
Due from other governments	-	1,165	1,165	8,571
Due from other funds	-	-	-	125,267
Inventories	-	47,591	47,591	119,140
Total current assets	7,499,469	48,756	7,548,225	5,643,425
Property, plant and equipment:				
Buildings and improvements	-	496,340	496,340	488,370
Machinery and equipment	-	1,014,502	1,014,502	998,030
Less: accumulated depreciation	-	(739,356)	(739,356)	(696,773)
Net property, plant and equipment	-	771,486	771,486	789,627
Total assets	7,499,469	820,242	8,319,711	6,433,052
LIABILITIES				
Current liabilities:				
Accounts payable	262,348	84,891	347,239	304,548
Claims and judgements payable	2,175,775	-	2,175,775	1,978,585
Accrued salaries	-	18,937	18,937	14,779
Accrued compensated absences	-	12,442	12,442	14,388
Due to other funds	3,131,188	864,199	3,995,387	2,319,463
Total current liabilities	5,569,311	980,469	6,549,780	4,631,763
Long-term liabilities (net of current portion):				
Accrued compensated absences	-	13,131	13,131	10,140
Total liabilities	5,569,311	993,600	$ 6,562,911	$ 4,641,903
NET ASSETS				
Invested in capital assets, net of related debt	-	771,487	771,487	789,627
Unrestricted	1,930,158	(944,845)	985,313	1,001,522
Total net assets	$ 1,930,158	$ (173,358)	$ 1,756,800	$ 1,791,149

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

	Self-Insurance	Motor Transport	Totals 2009	Totals 2008
Operating revenues:				
Charges for services	$ -	$ 2,996,924	$ 2,996,924	$ 3,217,188
Contributions	8,507,893	-	8,507,893	8,308,873
Other	37,245	-	37,245	239,269
Total operating revenues	8,545,138	2,996,924	11,542,062	11,765,330
Operating expenses:				
Personal services	-	704,831	704,831	684,636
Operating services	1,989,958	2,352,597	4,342,555	4,619,421
Depreciation	-	42,583	42,583	53,361
Benefits and claims	7,877,588	-	7,877,588	7,512,616
Total operating expenses	9,867,546	3,100,011	12,967,557	12,870,034
Operating income (loss)	(1,322,408)	(103,087)	(1,425,495)	(1,104,704)
Nonoperating revenues (expenses) :				
Investment earnings	129,451	-	129,451	340,890
Transfers:				
Transfers in	1,325,946	-	1,325,946	1,665,946
Transfers out	(48,495)	(15,756)	(64,251)	(64,251)
Total transfers	1,277,451	(15,756)	1,261,695	1,601,695
Change in net assets	84,494	(118,843)	(34,349)	837,881
Net assets at beginning of year	1,845,664	(54,515)	1,791,149	953,268
Net assets at end of year	$ 1,930,158	$ (173,358)	$ 1,756,800	$ 1,791,149

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2009
With Comparative Totals for the Fiscal Year Ended June 30, 2008

			Totals	
	Self- Insurance	Motor Transport	2009	2008
Cash flow from operating activities:				
Cash received from contributions and services provided	$ 8,373,942	$ 3,125,814	$ 11,499,756	$ 11,403,817
Cash payments for goods and services	(1,960,979)	(2,385,988)	(4,346,967)	(4,348,619)
Cash payments for employee services and fringes	-	(699,628)	(699,628)	(679,703)
Cash payments for benefits and claims	(7,680,398)	-	(7,680,398)	(7,417,285)
Cash payments for other operating activities	1,964,840	-	1,964,840	293,099
Net Cash from (to) operating activities	697,405	40,198	737,603	(748,691)
Cash flows from noncapital financing activities				
Transfers in	1,325,946	-	1,325,946	1,665,946
Transfers out	(48,495)	(15,756)	(64,251)	(64,251)
Net transfers in (out) from noncapital financing activities	1,277,451	(15,756)	1,261,695	1,601,695
Cash flows from capital and related financing activities				
Payments for capital acquisitions	-	(24,442)	(24,442)	(30,121)
Net cash from (to) capital and related financing activities	-	(24,442)	(24,442)	(30,121)
Cash flows from investing activities				
Interest received	128,473	-	128,473	343,963
Investments (purchased) sold	(979,615)	-	(979,615)	(289,026)
Net cash from (to) investing activities	(851,142)	-	(851,142)	54,937
Net increase (decrease) in cash and cash equivalents	1,123,714	-	1,123,714	877,820
Cash and cash equivalents at beginning of year	2,764,957	-	2,764,957	1,887,136
Cash and cash equivalents at end of year	$ 3,888,671	$ -	$ 3,888,671	$ 2,764,956
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	$ (1,322,408)	$ (103,087)	$ (1,425,495)	$ (1,104,704)
Adjustments to reconcile operating income to net cash from operating activities:				
Depreciation	-	42,583	42,583	53,361
Changes in assets and liabilities:				
(Increase) decrease in other receivables	129,236	121,484	250,720	7,752
(Increase) decrease in contributions receivable	(133,951)	-	(133,951)	(2,196)
(Increase) decrease in due from other funds	3,783	-	3,783	(1,133)
(Increase) decrease in due from other governments	-	7,406	7,406	(2,109)
(Increase) decrease in inventories	-	71,549	71,549	(66,281)
Increase (decrease) in accounts payable	28,979	13,712	42,691	137,530
Increase (decrease) in accrued salaries	-	4,158	4,158	2,078
Increase (decrease) in accrued compensated absenses	-	1,045	1,045	2,855
Increase (decrease) in due to other funds	1,794,576	(118,652)	1,675,924	128,825
Increase (decrease) in claims and judgements payable	197,190	-	197,190	95,331
Net cash from (to) operating activities	$ 697,405	$ 40,198	$ 737,603	$ (748,691)

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
SELF - INSURANCE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF NET ASSETS
June 30, 2009 and 2008

	2009	2008
ASSETS		
Cash and cash equivalents	$ 3,888,671	$ 2,764,957
Investments	3,458,156	2,478,541
Receivables:		
Accrued interest	12,162	11,184
Contributions	140,480	6,529
Other	-	129,236
Due from other funds	-	3,783
Total assets	7,499,469	5,394,230
LIABILITIES		
Current liabilities:		
Accounts payable	262,348	233,369
Claims and judgements payable	2,175,775	1,978,585
Due to other funds	3,131,188	1,336,612
Total liabilities	5,569,311	3,548,566
NET ASSETS		
Unrestricted	$ 1,930,158	$ 1,845,664

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
SELF - INSURANCE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Operating revenues:		
Contributions	$ 8,507,893	$ 8,308,873
Other	37,245	235,724
Total operating revenues	8,545,138	8,544,597
Operating expenses:		
Operating services	1,989,958	2,163,267
Benefits and claims	7,877,588	7,512,616
Total operating expenses	9,867,546	9,675,883
Operating income (loss)	(1,322,408)	(1,131,286)
Nonoperating revenues:		
Investment earnings	129,451	340,890
Income before transfers	(1,192,957)	(790,396)
Transfers:		
Transfers in	1,325,946	1,665,946
Transfers out	(48,495)	(48,495)
Total transfers	1,277,451	1,617,451
Change in net assets	84,494	827,055
Net assets at beginning of year	1,845,664	1,018,609
Net assets at end of year	$ 1,930,158	$ 1,845,664

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
SELF-INSURANCE
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Cash flow from operating activities:		
Cash received from contributions	$ 8,373,942	$ 8,306,677
Cash received from other operating activities	1,964,840	293,099
Cash payments for operating services	(1,960,979)	(1,976,958)
Cash payments for benefits and claims	(7,680,398)	(7,417,285)
Net cash from (to) operating activities	697,405	(794,467)
Cash flows from noncapital financing activities		
Transfers in	1,325,946	1,665,946
Transfers out	(48,495)	(48,495)
Net transfers in (out) from noncapital financing activities	1,277,451	1,617,451
Cash flows from investing activities		
Interest received	128,473	343,963
Investments (purchased) sold	(979,615)	(289,026)
Net cash from (to) investing activities	(851,142)	54,937
Net increase (decrease) in cash and cash equivalents	1,123,714	877,921
Cash and cash equivalents at beginning of year	2,764,957	1,887,036
Cash and cash equivalents at end of year	$ 3,888,671	$ 2,764,957
Reconciliation of operating income to net cash from operating activities:		
Operating income (loss)	$ (1,322,408)	$ (1,131,286)
Adjustments to reconcile operating income to net cash from operating activities:		
Changes in assets and liabilities:		
(Increase) decrease in due from other funds	3,783	(1,133)
(Increase) decrease in contributions receivable	(133,951)	(2,196)
(Increase) decrease in other receivables	129,236	129,236
Increase (decrease) in accounts payable	28,979	186,309
Increase (decrease) in due to other funds	1,794,576	(70,728)
Increase (decrease) in claims and judgements payable	197,190	95,331
Net cash from (to) operating activities	$ 697,405	$ (794,467)

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
MOTOR TRANSPORT
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF NET ASSETS
June 30, 2009 and 2008

	2009	2008
ASSETS		
Current assets:		
Cash and cash equivalents	$ -	$ -
Due from other funds	-	121,484
Due from other governments	1,165	8,571
Inventories	47,591	119,140
Total current assets	48,756	249,195
Property, plant and equipment:		
Buildings and improvements	496,340	488,370
Machinery and equipment	1,014,502	998,030
Less: accumulated depreciation	(739,356)	(696,773)
Net property, plant and equipment	771,486	789,627
Total assets	820,242	1,038,822
LIABILITIES		
Current liabilities:		
Accounts payable	84,891	71,179
Accrued salaries and employee benefits	18,937	14,779
Due to other funds	864,199	982,851
Accrued compensated absences	12,442	14,388
Total current liabilities	980,469	1,083,197
Long-term liabilities (net of current portion):		
Accrued compensated absences	13,131	10,140
Total liabilities	993,600	1,093,337
NET ASSETS		
Invested in capital assets, net of related debt	771,487	789,627
Unrestricted	(944,845)	(844,142)
Total net assets	$ (173,358)	$ (54,515)

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
MOTOR TRANSPORT
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Operating revenues:		
Charges for services	$ 2,996,924	$ 3,217,188
Other	-	3,545
Total operating revenues	2,996,924	3,220,733
Operating expenses:		
Personal services	704,831	684,636
Operating services	2,352,597	2,456,154
Depreciation	42,583	53,361
Total operating expenses	3,100,011	3,194,151
Operating income (loss)	(103,087)	26,582
Transfers:		
Transfers out	(15,756)	(15,756)
Total transfers	(15,756)	(15,756)
Change in net assets	(118,843)	10,826
Net assets at beginning of year	(54,515)	(65,341)
Net assets at end of year	$ (173,358)	$ (54,515)

See accompanying notes to financial statements.

CITY OF MARIETTA, GEORGIA
MOTOR TRANSPORT
INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
For the Fiscal Years Ended June 30, 2009 and 2008

	2009	2008
Cash flow from operating activities:		
Cash received for services provided	$ 3,125,814	$ 3,097,140
Cash payments for goods and services	(2,385,988)	(2,371,661)
Cash payments for employee services and fringes	(699,628)	(679,703)
Net cash from (to) operating activities	40,198	45,776
Cash flows from noncapital financing activities		
Transfers out	(15,756)	(15,756)
Net transfers in (out) from noncapital financing activities	(15,756)	(15,756)
Cash flows from capital and related financing activities		
Payments for capital acquisitions	(24,442)	(30,120)
Net cash from (to) capital and related financing activities	(24,442)	(30,120)
Net increase (decrease) in cash and cash equivalents	-	(100)
Cash and cash equivalents at beginning of year	-	100
Cash and cash equivalents at end of year	$ -	$ -
Reconciliation of operating income to net cash from operating activities:		
Operating income (loss)	$ (103,087)	$ 26,582
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation	42,583	53,361
Changes in assets and liabilities:		
(Increase) decrease in due from other funds	121,484	(121,484)
(Increase) decrease in due from other governments	7,406	(2,109)
(Increase) decrease in inventories	71,549	(66,281)
Increase (decrease) in accounts payable	13,712	(48,779)
Increase (decrease) in accrued salaries	4,158	2,078
Increase (decrease) in accrued compensated absenses	1,045	2,855
Increase (decrease) in due to other funds	(118,652)	199,553
Net cash from (to) operating activities	$ 40,198	$ 45,776

See accompanying notes to financial statements.

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SUPPLEMENTAL INFORMATION

CITY OF MARIETTA, GEORGIA
MARIETTA REDEVELOPMENT CORPORATION COMPONENT UNIT
BALANCE SHEET
June 30, 2009

ASSETS	
Cash	$ 1,290,626
Investment in real estate	4,894,613
Accounts receivable	318
Total assets	$ 6,185,557
LIABILITIES AND EQUITY	
Liabilities:	
Accounts payable	$ 7,063
Deposits	2,550
Total liabilities	9,613
Equity:	
Fund balance:	
Unreserved	6,175,944
Total equity	6,175,944

Amounts reported for the component unit in the statement of net assets are different because:

Long-term liabilities are not due and payable in the current period and therefore the line of credit is not reported.	(4,102,966)
Net assets of component unit	$ 2,072,978

CITY OF MARIETTA, GEORGIA
MARIETTA REDEVELOPMENT CORPORATION COMPONENT UNIT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2009

Revenues:	
Charges for services	$ 111,115
Investment earnings	27,904
Total revenues	139,019
Expenditures:	
Current:	
Urban redevelopment and housing	77,473
Debt service:	
Interest	134,183
Total expenditures	211,656
Excess (deficiency) of revenues over expenditures	(72,637)
Other financing sources (uses):	
Line of credit proceeds	1,656,540
Net change in fund balance	1,583,903
Fund balance at beginning of year	4,592,041
Fund balance at end of year	$ 6,175,944

Amounts reported for the component units in the statement of activities are different because:

Net change in fund balance - total component units	$ 1,583,903
Debt proceeds provide current financial resources to the component unit, but issuing debt increases long-term liabilities in the statement of net assets.	(1,656,540)
Change in net assets of component units on the statement of activities	$ (72,637)

STATISTICAL SECTION

This part of the City of Marietta's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the City of Marietta's financial performance and well-being have changed over time.

REVENUE CAPACITY

These schedules contain information to help the reader assess the City of Marietta's most significant local source, the property tax.

DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the City of Marietta's current levels of outstanding debt and the City's ability to issue additional debt in the future.

DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the City of Marietta's financial report relates to the services the City provides and the activities it performs.

Sources: unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

CITY OF MARIETTA, GEORGIA
Net Assets by Component (Unaudited)
Last eight fiscal years
(accrual basis of accounting)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Governmental activities								
Invested in capital assets, net of related debt	$ 36,465,036	$ 37,994,135	$ 40,080,663	$ 52,779,866	$ 41,105,789	$ 38,400,310	$ 40,361,421	$ 40,647,949
Restricted	4,284,364	4,747,065	5,798,631	3,723,545	7,429,356	12,993,338	25,355,346	22,613,208
Unrestricted	(33,150,035)	(38,495,527)	(35,495,110)	(39,010,992)	(30,637,360)	(26,135,944)	(37,973,169)	1,702,675
Total governmental activities net assets	$ 7,599,365	$ 4,245,673	$ 10,384,184	$ 17,492,419	$ 17,897,785	$ 25,257,704	$ 27,743,598	$ 64,963,832
Business-type activities								
Invested in capital assets, net of related debt	$ 62,746,146	$ 58,350,375	$ 78,986,306	$ 73,676,327	$ 77,610,606	90,727,135	97,486,153	105,531,822
Restricted		988,076.00	840,530	977,957	777,996	1,349,186	2,377,157	2,287,694
Unrestricted	58,435,288	56,268,396	36,489,959	33,144,321	41,251,724	35,394,422	34,111,843	27,216,106
Total business-type activities net assets	$ 121,181,434	$ 115,606,847	$ 116,316,795	$ 107,798,605	$ 119,640,326	$ 127,470,743	$ 133,975,153	$ 135,035,622
Primary government								
Invested in capital assets, net of related debt	$ 99,211,182	$ 96,344,510	$ 119,066,969	$ 126,456,193	$ 118,716,395	$ 129,127,445	$ 137,847,574	$ 146,179,771
Restricted	4,284,364	5,735,141	6,639,161	4,701,502	8,207,352	14,342,524	27,732,503	24,900,902
Unrestricted	25,285,253	17,772,869	994,849	(5,866,671)	10,614,364	9,258,478	(3,861,326)	28,918,781
Total Primary government net assets, before restatements	128,780,799	119,852,520	126,700,979	125,291,024	137,538,111	152,728,447	161,718,751	199,999,454
Restatement	-	-	-	585,611	-	1,391,888	415,317	-
Total Primary government net assets, as restated	$ 128,780,799	$ 119,852,520	$ 126,700,979	$ 125,876,635	$ 137,538,111	$ 154,120,335	$ 162,134,068	$ 199,999,454

Note: Fiscal year 2002 the City implemented GASB 34 reporting format. Previous years not available.

CITY OF MARIETTA, GEORGIA
Changes in Net Assets (Unaudited)
Last eight fiscal years
(accrual basis of accounting)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Expenses								
Governmental activities:								
General government	$ 7,272,726	$ 6,892,923	$ 6,795,976	$ 4,894,998	$ 7,270,290	$ 7,490,659	$ 6,759,380	$ 5,918,941
Public works	6,739,482	7,248,042	8,120,071	9,130,758	10,845,886	14,888,258	20,427,013	13,760,889
Culture and recreation	4,625,123	5,489,588	4,238,849	4,859,976	5,279,105	5,346,638	6,443,698	5,124,263
Public safety	22,339,112	22,689,033	23,162,365	22,871,162	25,171,969	24,791,734	29,165,513	30,378,175
Urban redevelopment and housing	5,615,386	6,256,477	6,991,371	7,301,650	11,234,909	8,261,612	5,862,864	6,046,710
Interest and fiscal charges on long-term debt	4,115,517	4,583,900	3,357,519	3,109,268	3,018,190	3,125,438	3,449,537	2,526,939
Total governmental activities expenses	50,707,346	53,159,963	52,666,151	52,167,812	62,820,349	63,904,339	72,108,005	63,755,917
Business-type activities:								
Water & sewer	19,563,148	22,978,757	19,992,150	21,073,686	21,738,497	22,294,414	21,209,559	24,501,021
Electric	80,395,950	75,976,256	77,025,533	74,257,492	78,307,081	85,240,996	85,707,753	84,808,669
Golf	2,141,851	2,008,413	2,100,474	2,066,878	2,302,256	1,912,942	1,890,486	1,725,593
Fiber optic	8,461,643	8,753,884	9,464,158	1,460,454	-	-	-	- (1)
Conference center	13,251,793	13,834,535	11,414,588	11,317,032	2,759,624	2,267,261	2,368,951	3,496,708
Total business-type activities expenses	123,814,385	123,551,845	119,996,903	110,175,542	105,107,458	111,715,613	111,176,749	114,531,991
Total Primary Government expenses	$ 174,521,731	$ 176,711,808	$ 172,663,054	$ 162,343,354	$ 167,927,807	$ 175,619,952	$ 183,284,754	$ 178,287,908
Program Revenues								
Governmental activities:								
Charges for services:								
General government	$ 7,242,972	$ 7,246,693	$ 7,506,910	$ 9,354,010	$ 9,907,005	$ 10,606,915	$ 9,906,438	$ 9,346,589
Public works	2,060,894	3,035,540	3,137,059	3,275,190	3,284,627	3,338,944	3,533,668	3,518,257
Culture and recreation	333,409	438,032	313,245	258,192	248,506	260,442	250,876	264,132
Public safety	529,124	89,512	276,890	96,975	121,250	42,390	110,651	348,310
Urban redevelopment and housing	349,169	466,146	568,440	1,090,320	1,070,269	965,210	703,452	692,429
Operating grants and contributions	6,193,422	6,902,214	7,550,859	8,795,814	7,555,223	9,597,840	8,478,562	39,392,897
Capital grants and contributions	2,551,500	1,985,281	11,933,376	5,833,603	7,281,401	9,735,992	13,865,101	10,016,452
Total governmental activities program revenues	19,260,490	20,163,418	31,286,779	28,704,104	29,468,281	34,547,733	36,848,748	63,579,066
Business-type activities:								
Charges for services:								
Water & sewer	22,613,910	23,561,197	24,125,227	25,090,551	26,766,387	28,115,388	28,207,449	29,694,453
Electric	83,823,429	84,509,940	82,709,681	86,896,085	89,317,524	90,011,504	92,093,318	90,377,637
Golf	1,609,542	1,548,715	1,711,458	1,799,114	1,857,203	1,973,016	1,801,341	1,705,843
Fiber optic	8,119,916	6,203,317	6,745,390	1,135,129	-	-	-	- (1)
Conference center	10,392,010	9,535,056	8,976,919	9,343,330	1,677,432	1,681,074	1,644,720	1,726,505
Operating grants and contributions	-	-	-	-	-	-	-	-
Capital grants and contributions	1,540,382	1,023,388	1,764,631	709,276	3,282,679	4,536,972	777,567	661,994
Total business-type activities program revenues	128,099,189	126,381,613	126,033,306	124,973,485	122,901,225	126,317,954	124,524,395	124,166,432
Total Primary Government program revenues	$ 147,359,679	$ 146,545,031	$ 157,320,085	$ 153,677,589	$ 152,369,506	$ 160,865,687	$ 161,373,143	$ 187,745,498
Net (expense)/revenue								
Governmental activities	$ (31,446,856)	$ (32,996,545)	$ (21,379,372)	$ (23,463,708)	$ (33,352,059)	$ (29,356,606)	$ (35,259,257)	$ (176,851)
Business-type activities	4,284,804	2,829,768	6,036,403	14,797,943	17,793,767	14,602,341	13,347,646	9,634,441
Total Primary Government net expense	$ (27,162,052)	$ (30,166,777)	$ (15,342,969)	$ (8,665,765)	$ (15,558,292)	$ (14,754,265)	$ (21,911,611)	$ 9,457,590
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Taxes								
Property taxes	$ 9,404,794	$ 9,418,677	$ 10,958,814	$ 10,559,446	$ 11,398,799	$ 12,293,579	$ 11,965,381	$ 13,492,266
Insurance premium tax	2,133,966	2,341,448	2,523,528	2,734,817	2,942,305	3,078,387	3,211,100	3,288,021
Alcohol taxes	868,053	846,831	847,700	842,738	861,353	884,674	812,476	803,261
Hotel, motel tax	2,309,916	2,105,653	2,009,839	2,067,734	2,150,995	2,182,657	2,224,497	1,893,459
Franchise taxes	5,198,857	5,020,828	4,857,710	5,069,809	5,182,993	5,176,430	5,159,179	5,290,662
Auto rental tax	527,429	539,024	519,884	579,170	551,863	494,156	457,952	412,431
Unrestricted investment earnings	1,258,543	634,407	183,944	436,137	1,010,915	1,881,843	1,590,204	536,713
Gains on sale of capital assets	83,541	46,046	46,140	47,179	-	134,434	420,929	143,752
Operating grants not retricted	-	-	-	-	1,176,819	1,275,916	1,555,432	1,669,199
Contributions not restricted	-	-	-	-	152,314	-	-	-
Transfers	8,769,197	8,689,939	5,570,324	8,234,913	7,743,458	9,314,449	8,956,113	9,185,750
Total governmental activities	30,554,296	29,642,853	27,517,883	30,571,943	33,171,814	36,716,525	36,353,263	36,715,514
Business-type activities								
Unrestricted investment earnings	1,267,968	272,044	151,013	756,524	1,736,225	2,509,636	1,973,077	712,646
Gains on sale of capital assets	-	13,540	92,856	(15,842,246)	55,187	32,889	139,800	165,386
Transfers	(8,769,197)	(8,689,939)	(5,570,324)	(8,230,411)	(7,743,458)	(9,314,449)	(8,956,113)	(9,185,750)
Total business-type activities	(7,501,229)	(8,404,355)	(5,326,455)	(23,316,133)	(5,952,046)	(6,771,924)	(6,843,236)	(8,307,718)
Total primary government	$ 23,053,067	$ 21,238,498	$ 22,191,428	$ 7,255,810	$ 27,219,768	$ 29,944,601	$ 29,510,027	$ 28,407,796

CITY OF MARIETTA, GEORGIA
Changes in Net Assets (Unaudited)
Last eight fiscal years
(accrual basis of accounting)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Changes in Net Assets								
Governmental activities	$ (892,560)	$ (3,353,692)	$ 6,138,511	$ 7,108,235	$ (180,245)	$ 7,359,919	$ 1,094,006	$ 36,538,663
Business type activities	(3,216,425)	(5,574,587)	709,948	(8,518,190)	11,841,721	7,830,417	6,504,410	1,326,723
Total primary government	$ (4,108,985)	$ (8,928,279)	$ 6,848,459	$ (1,409,955)	$ 11,661,476	$ 15,190,336	$ 7,598,416	$ 37,865,386

Note: Fiscal year 2002 the City implemented GASB 34 reporting format. Previous years not available.

(1) The City sold the FiberNet operations on August 31, 2004, Fiscal year 2005 includes two months operations.

CITY OF MARIETTA, GEORGIA
Fund Balances of Governmental Funds (Unaudited)
Last ten fiscal years
(modified accrual basis of accounting)

	Fiscal Year 2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General fund										
Reserved	$ 314,783	$ 2,619,214	$ 2,824,053	$ 2,618,300	$ 3,541,471	$ 2,926,287	$ 1,418,139	$ 1,951,995	$ 2,335,327	$ 1,614,224
Unrestricted	15,357,327	14,401,649	12,456,974	11,067,315	7,052,523 (2)	8,824,684	14,240,675 (3)	14,570,802	14,374,838	14,841,560
Total general fund	$ 15,672,110	$ 17,020,863	$ 15,281,027	$ 13,685,615	$ 10,593,994	$ 11,750,971	$ 15,658,814	$ 16,522,797	$ 16,710,165	$ 16,455,784
All other governmental funds										
Reserved	$ 7,799,021	$ 7,295,816	$ 6,063,784	$ 4,827,189	$ 3,794,278	$ 2,782,569	$ 2,880,403	$ 5,493,472	$ 7,725,291	$ 11,650,875
Unreserved, reported in:										
Special revenue funds	1,403,664	1,619,326	1,713,180	1,848,752	1,980,587	2,084,380	6,592,067 (4)	7,444,398	6,708,071	6,728,922
Capital projects funds	-	-	-	-	-	(2,906)	3,732,152 (5)	6,026,841	16,867,435	10,249,776
Total all other governmental funds	$ 9,202,685	$ 8,915,142	$ 7,776,964	$ 6,675,941	$ 5,774,865	$ 4,864,043	$ 13,204,622	$ 18,964,711	$ 31,300,797	$ 28,629,573

(1) Includes 1997 public safety construction bond funds

(2) The decrease in unrestricted fund balance of the general fund was due to transfers to the Marietta Conference Center and Resort and property purchases for redevelopment.

(3) The unrestricted fund balance of the general fund increased due to sale of property City had acquired for redevelopment projects.

(4) Includes 2005 TAD bond proceeds

(5) Includes the 2005 SPLOST tax revenues

CITY OF MARIETTA, GEORGIA
Changes in Fund Balances of Governmental Funds (Unaudited)
Last ten fiscal years
(modified accrual basis of accounting)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
Taxes	$14,092,755	$13,639,470	$14,382,122	$14,160,753	$16,129,207	$24,891,288	$23,052,547	$24,054,243	$24,680,800	$25,097,088
Licenses and permits	11,842,975	11,964,581	12,188,318	12,546,419	12,814,047	6,314,395	6,306,258	6,621,273	6,227,731	5,799,547
Intergovernmental	8,560,142	10,541,323	10,802,296	12,794,367	15,251,038	12,993,072	17,845,244	21,850,301	25,074,095	22,251,684
Charges for services	2,444,572	2,489,411	2,502,163	3,669,682	3,687,691	3,918,537	3,914,149	3,932,451	4,053,167	4,164,491
Fines and forfeits	2,474,198	2,613,043	2,501,532	2,119,515	2,151,560	3,789,735	4,127,362	4,353,147	3,797,209	3,538,722
Investment earnings	1,697,091	1,868,450	1,085,352	556,459	155,504	375,582	964,352	1,802,151	2,018,377	697,609
Other	588,928	733,421	283,283	309,749	428,813	1,340,973	551,064	453,539	616,345	800,914
Total revenues	41,700,661	43,849,699	43,745,066	46,156,944	50,617,860	53,623,582	56,760,976	63,067,105	66,467,724	62,350,055
Expenditures										
General government	6,850,376	7,323,277	6,419,304	5,209,312	2,476,031	5,418,240	11,715,968	7,370,697	7,435,676	7,633,637
Public works	5,485,823	6,259,310	6,149,003	6,032,895	7,576,562	6,712,946	7,284,494	7,594,840	8,027,775	8,153,184
Culture and recreation	4,583,859	3,552,807	3,251,382	5,132,803	3,326,108	4,807,994	5,150,388	5,566,985	4,931,066	4,707,715
Urban redevelopment and housing	4,061,907	4,613,434	5,531,052	6,246,521	6,996,078	7,181,872	7,071,247	8,261,612	6,665,677	25,439,147
Public safety	20,441,755	20,567,812	19,463,643	20,433,348	24,413,923	20,858,758	23,916,347	23,537,979	25,901,142	6,046,710
Capital	4,241,074	2,282,757	6,567,510	5,061,572	5,120,264	9,516,023	2,358,450	4,243,722	7,778,531	12,707,741
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Debt service										
Principal	2,255,000	3,205,000	3,185,000	5,585,000	7,640,000	4,657,380	4,852,776	5,059,965	5,287,265	6,189,683
Interest	4,766,637	4,276,012	4,108,381	4,581,910	3,353,311	3,107,466	2,935,530	3,101,300	4,789,241	2,824,304
Fiscal agent fees and bond issuance costs	-	-	7,136	177,928	4,208	1,802	119,830	-	186,933	-
Capital projects	-	-	-	-	-	-	-	-	2,780,066	155,581
Total expenditures	52,686,431	52,080,409	54,682,411	58,461,289	60,906,485	62,262,481	65,405,030	64,737,100	73,783,372	73,857,702
Excess of revenues over (under) expenditures	(10,985,770)	(8,230,710)	(10,937,345)	(12,304,345)	(10,288,625)	(8,638,899)	(8,644,054)	(1,669,995)	(7,315,648)	(11,507,647)
Other financing sources (uses)										
Transfers in	11,057,678	11,533,179	11,312,473	11,480,033	10,046,820	12,815,707	15,793,259	15,515,433	15,729,197	15,845,087
Transfers out	(2,699,484)	(2,302,030)	(3,336,683)	(2,790,094)	(3,797,032)	(4,170,090)	(8,335,765)	(6,940,497)	(7,750,252)	(7,406,797)
Sale of capital assets	14,000	60,771	83,541	46,015	46,140	239,437	5,034,982	139,123	425,157	143,752
Bond proceeds/refunding bonds issued	-	-	-	21,231,956	-	-	8,400,000	-	49,985,000	-
Payment to refunded bond escrow agent	-	-	-	(20,360,000)	-	-	-	-	(38,550,000)	-
Total other financing sources (uses)	8,372,194	9,291,920	8,059,331	9,607,910	6,295,928	8,885,054	20,892,476	8,714,059	19,839,102	8,582,042
Net change in fund balances	$ (2,613,576)	$ 1,061,210	$ (2,878,014)	$ (2,696,435)	$ (3,992,697)	$ 246,155	$ 12,248,422	$ 7,044,064	$ 12,523,454	$ (2,925,605)
Debt service as a percentage of noncapital expenditures	14.49%	15.02%	13.88%	17.97%	19.59%	14.64%	13.90%	13.11%	14.87%	14.74%

CITY OF MARIETTA, GEORGIA
General Governmental Tax Revenues by Sources (Unaudited)
Last ten fiscal years
(modified accrual basis of accounting)

Year Ended (1) June 30	Property Tax	Intangible Tax	Alcoholic Beverage Excise Tax	Hotel Motel Tax	Real Estate Transfer Tax	Other	Total
2000	$7,861,679	$154,535	$860,722	$2,773,870	$64,087	$597,167	$12,312,060
2001	7,946,778	153,288	884,965	2,628,991	166,789	543,430	12,324,241
2002	8,169,946	211,941	868,053	2,294,071	108,249	527,429	12,179,689
2003	8,995,155	285,519	846,831	2,093,875	80,592	539,024	12,840,996
2004	10,507,706	284,215	847,700	2,009,839	99,110	519,884	14,268,454
2005 (2)	15,306,659	230,896	842,738	2,067,734	136,880	3,313,987	21,898,894
2006	16,546,032	257,488	861,353	2,150,995	149,332	3,087,347	23,052,547
2007	17,416,798	285,132	884,674	2,180,519	110,783	3,176,337	24,054,243
2008	17,590,571	224,801	812,476	2,217,011	106,428	3,729,513	24,680,800
2009	18,417,461	141,422	803,261	1,891,608	37,937	3,805,399	25,097,088

(1) 2000 - 2005: Includes General, Special Revenue, Debt Service Funds and discretely presented component unit: Marietta Welcome Center and Visitor's Bureau, Inc.
2006 - 2009: Includes all governmental funds

(2) Beginning in fiscal year 2005, franchise taxes are included in Property Tax revenue and insurance premium taxes are included in Other revenue, which was previously reported in Licenses & Permits revenue in prior years.

CITY OF MARIETTA, GEORGIA
Assessed Value and Estimated Actual Value of Taxable Property (Unaudited)
Last ten fiscal years

		Personal Property							
Digest Year	Real Property (1)	Motor Vehicles/Homes	Personal Property	Public Utilities	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
1999	1,349,905,975	158,753,428	327,301,417	25,408,274	24,172,000	1,837,197,094	4.26	4,592,992,735	40.00%
2000	1,425,404,919	175,625,779	327,116,080	29,966,697	25,126,000	1,932,987,475	4.25	4,832,468,688	40.00%
2001	1,494,023,175	171,693,737	301,835,529	31,394,374	26,379,506	1,972,567,309	4.19	4,931,418,273	40.00%
2002	1,745,314,574	168,311,224	297,553,461	36,728,896	74,975,895 (3)	2,172,932,260	4.19	5,432,330,650	40.00%
2003	1,788,218,138	156,996,283	308,502,425	34,685,490	92,338,297	2,196,064,039	4.69	5,490,160,098	40.00%
2004	1,860,715,202	151,204,522	289,628,328	33,045,200	117,344,645	2,217,248,607	4.69	5,543,121,518	40.00%
2005	2,024,460,648	163,927,353	294,707,607	32,891,832	130,666,229	2,385,321,211	4.69	5,963,303,028	40.00%
2006	2,185,623,440	172,340,767	293,856,544	35,121,972	161,562,650	2,525,380,073	4.69	6,313,450,183	40.00%
2007	2,328,581,761	170,498,321	316,625,189	30,026,547	192,084,113	2,653,647,705	4.68	6,634,119,263	40.00%
2008	2,493,024,336	185,424,419	306,446,750	34,126,529	181,334,175	2,837,687,859	4.68	7,094,219,648	40.00%

(1) City tax system combines all real property, residential, commercial and industrial parcels.

(2) State law changed procedure of paying motor vehicle tax

(3) Floating homestead exemption went into effect.

CITY OF MARIETTA, GEORGIA
Property Tax Rates
Direct and Overlapping Governments
Last ten fiscal years

					Overlapping Rates					
	City of Marietta				Cobb County			Marietta City Schools		Downtown Marietta Development Authority (1)
Fiscal Year	Operating Millage	Debt Service Millage	Cemetery Maintenance Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Total Direct & Overlapping Rates	Operating Millage
2000	2.04	2.1	0.08	4.186	6.57	0.5	7.07	15.47	26.73	3.00
2001	2.04	2.07	0.08	4.19	6.8	0.50	7.07	17.97	29.23	2.60
2002	2.04	2.07	0.08	4.69	6.85	0.27	7.07	17.97	29.73	2.60
2003	2.79	1.82	0.08	4.69	6.85	0.22	7.07	17.97	29.73	2.60
2004	2.79	1.82	0.08	4.69	6.85	0.22	7.07	17.97	29.73	2.38
2005	2.79	1.82	0.08	4.69	6.85	0.22	7.07	17.97	29.73	2.38
2006	2.79	1.82	0.08	4.69	6.82	0.22	7.04	17.97	29.70	2.38
2007	2.79	1.82	0.08	4.69	6.82	0.22	7.04	17.97	29.70	2.38
2008	2.79	1.82	0.08	4.69	6.82	0.22	7.04	17.97	29.70	2.38
2009	2.79	1.82	0.08	4.69	6.82	0.22	7.04	17.97	29.70	2.38

(1) The Downtown Marietta Development Authority is a special purpose district in the downtown business area that assesses an additional tax levy

CITY OF MARIETTA, GEORGIA
Principal Taxpayers (Unaudited)
June 30, 2009

		2009			2000		
Taxpayer (1)	Type of Business	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Bell South Telecom. (Public Utilities)	Telephone	$19,820,487	1	0.78%	$7,245,842	7	0.43%
C W Matthews Contracting Co.	Commercial	$16,607,273	2	0.65%	$9,601,685	4	0.58%
Bell Ferry Corporation	Real Estate	$15,412,320	3	0.61%	$14,400,000	3	0.86%
Sterling Town Center Apartments	Commercial	$13,068,240	4	0.52%	-		
Atlanta Parkway Investment Group I	Real Estate	$12,496,800	5	0.49%	$21,705,318	1	1.30%
Atlanta Parkway Investment Group II	Real Estate	$11,840,320	6	0.47%			
Wellstar Health System, Inc.	Hospital	$9,073,280	7	0.36%	-		
Bel-Eqr IV Limited Patnership	Real Estate	$8,400,000	8	0.33%	-		
Jasmiine At Powers Ferry LLC	Commercial	$8,189,000	9	0.32%	-		
Ridge Pointe Associates LLC	Commercial	$8,089,360	10	0.32%	-		
Tyco International US Inc.	Manufacturing	-		-	$19,027,576	2	1.14%
E & A Southeast Limited Partners	Developer	-		-	$8,144,551	5	0.49%
Focus/Ridge LP	Real Estate	-		-	$7,264,000	6	0.44%
Vinings Indurstries	Manufacturer	-		-	$6,803,551	8	0.41%
Winterset LTD	Real Estate	-		-	$6,644,000	9	0.40%
Crow Wood Glen Associates	Real Estate	-		-	$6,308,000	10	0.38%
Totals		$122,997,080		4.85%	$107,144,523		6.43%

CITY OF MARIETTA, GEORGIA
Property Tax Levies and Collections (Unaudited)
Last ten fiscal years

Tax Digest Year	Total Tax Levy for Fiscal Year	Subsequent Years Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections of Prior Years Levy	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
1999	6,913,330	(97)	6,913,232	6,853,712	99.14%	44,742	6,898,454	99.79%
2000	7,187,928	(21,876)	7,166,052	7,043,100	97.99%	117,008	7,160,108	99.92%
2001	7,216,601	6,354	7,222,955	7,104,677	98.45%	89,181	7,193,858	99.60%
2002	8,126,201	54,577	8,180,777	7,997,857	98.42%	121,294	8,119,151	99.25%
2003	9,277,950	(51,248)	9,226,701	9,120,751	98.31%	76,647	9,197,398	99.68%
2004	9,430,498	(13,727)	9,416,771	9,348,551	99.13%	52,716	9,401,267	99.84%
2005	10,136,294	33,698	10,169,992	10,036,324	99.01%	123,766	10,160,090	99.90%
2006	10,761,609	(44,087)	10,717,522	10,615,645	98.64%	86,401	10,702,046	99.86%
2007	11,407,894	3,558	11,411,452	11,273,654	98.82%	112,867	11,386,520	99.78%
2008	12,147,888	-	12,147,888	11,853,331	97.58%	-	11,853,331	97.58%

CITY OF MARIETTA, GEORGIA
Water and Wastewater Rate History
Last Nine Fiscal Years **

Fiscal Year	Gallons of Water Consumed (millions)	Total Direct Rate						
		Water				Wastewater		
		Base Rate (1)	Tier 1 (2)	Tier 2 (2)	Tier 3 (2)	Base Rate (1)	Tier 1 (2)	Tier 2 (2)
2001	3,708	$ 8.22	$ 1.92	$ 1.72	$ 1.62	$ 7.42	$ 3.98	$ 3.80
2002	3,446	8.67	2.04	1.83	1.62	8.26	4.42	3.97
2003	3,415	9.16	2.17	1.94	1.73	8.97	4.78	4.44
2004	3,160	9.22	2.20	1.97	1.76	9.21	4.90	4.44
2005	3,158	9.45	2.25	2.02	1.80	9.58	5.09	4.61
2006	3,357	9.92	2.36	*	*	10.77	5.38	*
2007	3,353	10.61	2.53	2.91	3.29	11.52	5.76	*
2008	3,001	12.10	2.88	3.60	5.76	12.21	6.11	*
2009	2,627	15.00	3.57	4.46	7.14	13.06	6.54	*

Source: City of Marietta utility department

* No rate for that Tier during that time
** Information prior to 2001 not readily available

(1) 0 - 2,000 gallons

(2)

	Water Tier Definition (in thousand gallons)			Wastewater Tier Definition (in thousand gallons)	
	Tier 1	Tier 2	Tier 3	Tier 1	Tier 2
2001	>2-20	>20-100	>100	>2 - 1,000	>1,000
2002 - 2005	>2-20	>20-1000	>1000	>2 - 1,000	>1,000
2006 - 2008	> 2	*	*	>2	
2009	>2-7	>7 -12	>12	*	

CITY OF MARIETTA, GEORGIA
Electric Rate History per Season
Last Nine Fiscal Years **

Fiscal Year	Kilowatt Hours Sold (millions)	Total Direct Rate: Summer (June through September)				Total Direct Rate: Winter (October through May)			
		Base Rate	Tier 1 (1)	Tier 2 (2)	Tier 3 (3)	Base Rate	Tier 1 (1)	Tier 2 (2)	Tier 3 (3)
2001	1,072	$ 8.00	$ 0.070	$ 0.087	$ 0.102	$ 8.00	$ 0.070	$ 0.054	$ 0.054
2002	1,046	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054
2003	1,082	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054
2004	1,074	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054
2005	1,036	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054
2006	1,075	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054
2007	1,073	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054
2008	1,094	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054
2009	1,031	8.00	0.070	0.087	0.102	8.00	0.070	0.054	0.054

Source: City of Marietta utility department

** Information prior to 2001 not readily available

(1) Cost per first 650 kilowatt hours

(2) Cost per 651 - 1,000 kilowatt hours

(3) Cost per each addition kilowatt hours over 1,000 hours

CITY OF MARIETTA, GEORGIA
Principal Electric Revenue Customers (Unaudited)
June 30, 2009

		2009			2000		
Customer Name	Type of Business	Kilowatt Hours Billed	Rank	Percentage of Total Kwt Billable Hours Value	Kilowatt Hours Billed	Rank	Percentage of Total Kwt Billable Hours Value
Wellstar Hospital	Hospital	56,634,009	1	5.49%	35,388,000	1	3.47%
Cobb County Government	Government	36,058,191	2	3.50%			
Lockheed Martin	Commercial	19,581,798	3	1.90%			
Marietta City Schools	School	15,974,470	4	1.55%			
Southern Ice Cream	Commercial	13,732,200	5	1.33%	15,305,000	4	1.50%
Southern Polytechnic	School	13,559,400	6	1.31%	12,880,000	6	1.26%
Kroger (Whitlock)	Commercial	10,381,600	7	1.01%			
Tip Top Poultry	Commercial	8,099,100	8	0.79%	7,596,000	9	0.74%
Kemira Chemicals	Commerical	7,041,000	9	0.68%			
Coca Cola Enterprises	Commercial	6,846,000	10	0.66%			
Tetley USA	Commercial				25,046,000	2	
Kendall	Commercial			-	24,116,000	3	2.36%
Solvay Pharmaceuticals	Comercial Commercial			-	11,006,000	7	1.08%
Vingings Industries	Commercial			-	15,064,000	5	1.48%
Metal Coasters of Georgia	Commercial				9,533,000	8	0.93%
SFOG Acquisitions	Realestate				5,623,000	10	0.55%
Totals		187,907,768		18.22%	161,557,000		13.37%

CITY OF MARIETTA, GEORGIA
Ratios of Outstanding Debt by Type (Unaudited)
Last ten fiscal years

	Governmental Activities				Business Type Activities					
Fiscal Year	General Obligation Bonds	SPLOST Revenue Bonds	Tax Allocation Bonds	Note Payable	Marietta Conference Center Revenue Bonds	Golf Course Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income	Per Capita
2000	$88,175,000	- -	- -	- -	$24,530,000	$7,068,675	$685,807	$120,459,482	8.98%	$2,103
2001	84,970,000	- -	- -	- -	24,040,000	6,395,357	462,664	115,868,021	8.16%	1,971
2002	81,785,000	- -	- -	- -	23,515,000	5,757,091	214,343	111,271,434	7.65%	1,851
2003	76,965,000	- -	- -	- -	22,955,000	5,153,829	208,635	105,282,464	7.20%	1,749
2004	69,325,000	- -	- -	- -	26,670,000	4,583,140	256,699	100,834,839	6.86%	1,675
2005	64,705,000	- -	- -	762,620	26,255,000	4,044,323	217,265	95,984,208	6.48%	1,595
2006	59,895,000	- -	8,400,000	719,844	25,815,000	3,536,585	176,269	98,542,698	6.48%	1,637
2007	54,880,000	- -	8,400,000	674,879	25,350,000	3,059,064	133,632	92,497,575	5.90%	1,522
2008	51,255,000	9,820,000	8,400,000	627,614	31,410,000	4,835,000	253,450	106,601,064	6.80%	1,724
2009	45,115,000	9,820,000	7,900,805	577,930	30,420,000	4,835,000	206,592	98,875,327	6.24%	1,591

CITY OF MARIETTA, GEORGIA
Ratios of General Bonded Debt Outstanding (Unaudited)
Last ten fiscal years

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Actual Taxable Value of Property	Per Capita
2000	90,430,000	1,775,655	88,654,345	2.13%	1,508
2001	88,175,000	1,831,837	86,343,163	1.88%	1,415
2002	84,970,000	1,796,097	83,173,903	1.72%	1,328
2003	81,785,000	2,000,172	79,784,828	1.62%	1,245
2004	76,965,000	1,958,270	75,006,730	1.38%	1,119
2005	69,325,000	1,898,186	67,426,814	1.23%	1,043
2006	64,705,000	2,206,406	62,498,594	1.13%	958
2007	54,880,000	2,836,778	52,043,222	0.97%	857
2008	51,255,000	3,658,389	47,596,611	0.75%	710
2009	45,115,000	4,701,507	40,413,493	0.57%	654

CITY OF MARIETTA, GEORGIA
Direct and Overlapping Governmental Activities Debt
As of June 30, 2009

	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Direct General Obligation Debt	$45,115,000	100.00%	$ 45,115,000
Overlapping General Obligation Debt:			
Cobb County including TAX Anticipation Notes	147,300,000	12.91%	19,016,430
Cobb County Board of Education	0 (1)	12.91%	-
Total Overlapping General Obligation Debt			19,016,430
Total Direct and Overlapping General Obligation Debt			$ 64,131,430
Overlapping Guaranteed Revenue Debt:			
City of Marietta Note Payable	577,931	100.00%	$ 577,931
Downtown Marietta Development Authority:			
Golf Course	4,835,000	100.00%	4,835,000
Conference Center	30,420,000	100.00%	30,420,000
SPLOST Revenue Bonds	9,820,000	100.00%	9,820,000
Cobb Administrative Building Project	2,595,000	12.91%	335,015
Cobb-Marietta Coliseum and Exhibit Hall Authority	52,115,000	12.91%	6,728,047
Cobb County Recreation Authority	2,590,000	12.91%	334,369
Cobb County Solid Waste Management	12,000,000	12.91%	1,549,200
Total Overlapping Guaranteed Revenue Debt			$ 54,599,561
Total Direct, Overlapping and Overlaping Guaranteed Revenue Debt			$ 118,730,991
Debt Per Capita			
Direct General Obligation Debt			$ 725.91
Overlapping General Obligation Debt			$ 305.98
Overlapping Guaranteed Revenue Debt			$ 878.51
Total Debt Per Capita			$ 1,910.39

(1) Cobb County Board of Education paid off General Obligation Debt in FY2007

CITY OF MARIETTA, GEORGIA
Legal Debt Margin Information (Unaudited)
Last Ten Fiscal Years

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt limit: 10 percent of assessed value	$186,136,909	$195,811,348	$199,894,682	$224,790,816	$228,840,234	$233,459,325	$251,598,744	$268,694,272	$284,573,182	$301,902,203
Total net debt applicable to limit	88,175,000	84,970,000	81,785,000	76,965,000	69,325,000	64,705,000	59,895,000	54,880,000	51,255,000	45,115,000
Legal Debt margin	$97,961,909	$110,841,348	$118,109,682	$147,825,816	$159,515,234	$168,754,325	$191,703,744	$213,814,272	$233,318,182	$256,787,203
Total net debt applicable to the limit as a percentage of debt limit	47.37%	43.39%	40.91%	34.24%	30.29%	27.72%	23.81%	20.42%	18.01%	14.94%

Legal Debt Margin Calculation for Fiscal Year 2009

Total taxable assessed value	$2,837,687,859
Add back: exempt real property	181,334,175
Total assessed value	$3,019,022,034
Debt limit (10% of total assessed value)	301,902,203
Debt applicable to limit:	
General obligation bonds	45,115,000
Legal debt margin	$256,787,203

CITY OF MARIETTA, GEORGIA
Pledged-Revenue Coverage (Unaudited)
Last ten fiscal years

	Marietta Conference Center Bonds, Series 1996 A, 1996 B, and 2003 (1)				Tax Allocation District CCSR Series 2005 (2)			
Fiscal Year	Operating Revenues	Principal	Interest	Coverage	TAD Revenues	Principal	Interest	Coverage
2000	13,895,505	460,000	1,756,152	6.27	-	-	-	-
2001	13,273,286	490,000	1,715,922	6.02	-	-	-	-
2002	10,392,010	525,000	1,641,762	4.80	-	-	-	-
2003	9,535,056	560,000	1,838,201	3.98	-	-	-	-
2004	8,976,919	600,000	1,841,483	3.69	-	-	-	-
2005	9,343,330	415,000	1,841,606	4.25	-	-	-	-
2006	1,677,432	440,000	1,798,563	0.75	172,486	-	-	-
2007	1,681,074	465,000	1,328,549	0.94	472,140	*	353,997	1.33
2008	1,644,720	940,000	1,355,580	0.72	725,895	*	351,960	2.06
2009	1,726,505	990,000	1,921,319	0.59	857,583	499,195	351,960	1.01

(1) Conference Center bonds coverage is calculated upon gross revenues.

(2) Tax allocation bond coverage is calculated upon gross TAD revenues.

* First Tax allocation bond principal payment is due in FY2009

CITY OF MARIETTA, GEORGIA
Demographic and Economic Statistics
Last ten fiscal years

Fiscal Year		Population (1)	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2000		57,286	1,341,008	23,409	30.0	7,325	3.8
2001	(1)	58,748	1,419,880	24,169	30.1	7,460	4.4
2002		60,210	1,457,865	24,213	30.2	7,524	6.0
2003		60,208	1,463,115	24,301	30.4	7,552	5.8
2004		60,204	1,470,964	24,433	30.6	7,316	5.6
2005		60,197	1,481,328	24,608	31.0	7,558	4.6
2006	(2)	60,189	1,520,795	25,267	32.3	7,818	3.9
2007	(2)	60,758	1,566,949	25,790	32.8	7,517	3.9
2008	(1)	61,829	1,567,303	25,349	33.7	7,638	5.2
2009	(2)	62,150	1,585,265	25,507	32.2	7,869	9.5

(1) Bureau of Census
(2) Claritas
All other years estimated by the Marietta Redevelopment Authority Staff

CITY OF MARIETTA, GEORGIA
Principal Employers
Last ten fiscal years

	2009			2000		
Employer	Employees [1]	Rank	Percentage of Total City Employment [2]	Employees [3]	Rank	Percentage of Total City Employment [2]
Wellstar Kennestone Hospital	3,700	1	11%	2,601	1	8%
YKK Corp of America	2,500	2	8%			
Alere	1,766	3	5%			
Columbian Chemical Company	1,400	4	4%	950	7	3%
C.W. Matthews Contracting, Inc.	1,400	5	4%			
Tip Top Poultry, Inc.	1,300	6	4%			
Marietta City Schools	1,258	7	4%	1,094	4	
Cobb County Government	1,041	8	3%	1,100	3	3%
Solvay Pharmaceuticals	1,000	9	3%	950	8	3%
Cobb County Board of Education	997	10	3%	977	6	3%
AT&T				1,600	2	5%
Life University				1,069	5	3%
Healthdyne, Inc.				900	9	3%
the Kendall Company				900	10	3%

Source: [1] Dun & Bradstreet's Directory of American Leading Public and Private Companies.
[2] Georgia Department of Labor
[3] Meag Power

CITY OF MARIETTA, GEORGIA
Full-time City Government Employees by Function (Unaudited)
Last ten fiscal years

Function	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General government										
Elected officials	8	8	8	8	8	8	8	8	8	8
City clerk	3	3	3	3	3	3	3	3	3	3
Municipal court	14	14	14	12	12	15	16	16	16	14
City manager	6	6	6	5	6	5	6	7	7	7
Mayor staff	1	1	1	1	1	1	1	1	1	1
Finance	24	27	24	23	24	21	25	24	23	26
Personnel	8	9	9	6	8	8	9	9	8	8
Develop. servs and Sect 8	23	20	25	23	25	24	30	29	31	32
Public works										
Admin. & engineering	13	13	7	8	7	7	7	7	7	8
Building Inspection	7	7	9	7	7	6	8	8	8	8
Sanitation	45	45	42	37	42	42	41	42	42	39
Streets & Traffic	43	43	43	35	41	39	41	41	39	38
Public safety										
Police										
Officers	136	139	141	136	136	136	134	133	132	124
Civilians	27	28	20	28	26	17	31	31	33	30
Fire										
Firefighters & officers	127	135	131	119	127	122	134	128	131	132
Civilians	4	4	5	4	3	3	4	4	4	3
Culture and recreation										
Recreation	14	12	11	12	12	10	9	11	11	11
Property maintenance	44	52	38	38	20	19	16	17	17	16
Cemetery maintenance	3	3	3	3	3	3	3	2	1	1
BLW Board	6	6	6	6	6	6	6	6	6	6
Electric	130	124	132	134	137	127	130	137	127	131
MIS/GIS	19	19	19	19	20	19	21	21	20	20
Water/sewer	27	36	36	36	39	38	38	37	41	41
FiberNet [1]	0	0	26	26	24	0	0	0	0	0
Fleet maintenance	12	12	12	12	14	14	14	13	13	14
Total	744	766	771	741	751	693	735	735	729	721

[1] Fibernet division was sold to a private company in August 2004.
Source: City of Marietta.

CITY OF MARIETTA, GEORGIA
Operating Indicators by Function (Unaudited)
Last ten fiscal years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Function										
Police										
Murder	5	5	2	5	6	1	6	4	4	3
Robbery	181	175	164	212	206	201	197	276	268	231
Aggravated assault	164	247	131	177	186	141	131	189	189	120
Motor vehicle theft	465	576	340	397	427	439	405	467	393	254
Burglary	584	532	552	635	609	483	419	614	636	604
Larceny	2,347	2,391	1,929	2,158	2,207	1,803	1,929	1,820	1,858	1,802
Fire										
Calls for service	11,718	11,626	11,467	11,736	11,736	12,266	12,633	12,514	10,496	10,076
Fires	645	469	443	388	381	227	220	296	297	220
Structure fires	211	140	197	176	75	80	75	79	75	77
EMS calls	4,556	4,603	4,498	4,617	4,945	3,487	3,500	3,715	3,803	4,135
Fire investigations	78	52	47	30	48	45	42	86	77	76
Plan reviews of commercial property	492	488	482	508	624	624	640	984	416	482
Public Works/Engineering/Inspections										
Highways and streets										
Street resurfacing (miles)	5	4	8	4	3	3	2.8	3.1	12.1	13.5
Pedestrain signals installed	3	10	8	6	10	9	9	19	10	1
Signalized intersections installed/upgraded	9	10	3	10	10	7	10	13	6	27
Engineering/building inspections										
Site plans reviewed	64	39	60	50	47	47	52	130	118	95
Grading permits issued	339	252	176	250	278	312	318	317	173	84
Permits issued (building and trade)	4,750	4,195	4,354	4,300	4,194	4,456	4,725	6,536	4,767	4,814
Inspections	14,096	11,554	11,708	12,000	10,500	11,295	11,525	17,180	12,039	11,913
Sanitation										
Tons of residential waste landfilled	12,431	13,927	13,822	12,500	14,700	14,983	15,300	19,785	18,955	17,124
Tons of residential waste recycled	7,124	5,176	6,010	4,500	6,030	6,527	6,825	5,786	6,391	7,445

* Information not readily available
** Suspended due to drought
Source: various City of Marietta departments as compiled by City's Budget Division

CITY OF MARIETTA, GEORGIA
Operating Indicators by Function (Unaudited)
Last ten fiscal years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Parks, recreation, and facilities										
Parks and recreation										
Senior games participants	279	302	280	300	320	309	320	275	222	250
Summer day camp participants	1,075	880	694	544	580	517	790	356	1,018	814
Youth basketball participants	800	780	720	620	590	480	490	321	380	340
Youth track participants	177	148	128	100	100	112	108	92	100	0
Adult basketball teams	18	26	20	18	6	14	11	10	11	12
Concerts on the Square	15	15	15	16	16	17	17	17	17	19
Festivals on the Square	4	4	4	4	4	4	4	4	4	7
Facilities										
Inspections	6,404	6,923	7,441	3,470	3,470	3,470	3,571	3,613	3,659	400
Work orders	1,653	1,684	1,981	2,198	2,598	2,598	2,870	2,971	3,121	1,580
Vandalism incidents	183	215	244	183	173	173	189	264	210	39
Development Services										
Code compliance inspections	6,010	6,758	6,930	8,164	9,760	8,670	10,200	12,780	12,333	12,727
Code enforcement cases	*	*	*	3,515	3,344	3,564	3,600	4,925	5,167	6,431
Citations issued	68	88	78	62	35	22	40	53	36	47
Sign permits issued	270	204	198	264	300	250	330	350	282	393
Rezoning applications processed	38	32	60	30	50	36	30	29	19	20
Variance applications processed	47	74	67	71	100	68	80	54	32	37
Plats reviewed	65	128	44	122	127	119	140	78	51	45
Building permits reviewed	870	720	691	693	700	768	800	1,677	1,511	1,118
Personnel										
Number of open positions	140	189	191	195	217	235	210	204	121	74
Number of applications received	1,095	2,145	2,430	2,525	3,553	5,043	4,500	5,584	5,733	3,342
Pension applications received and approved	30	23	23	23	25	39	40	37	25	32
Finance										
Tax payments processed	22,687	21,967	21,967	19,880	19,899	20,000	19,225	19,802	20,460	20,775
Value of tax payments (millions)	*	32	36.2	45.6	47.2	46.9	51.5	54.9	58.8	62.5
Property tax exemption forms	700	850	850	8,874	8,874	7,799	8,000	8,204	8,418	8,455
Purchase orders processed	1,975	2,300	2,300	2,700	2,500	2,500	2,375	2,351	2,107	2,113
Active vendors	5,965	6,200	6,200	6,300	6,300	6,300	6,375	6,425	6,439	6,687
Business licenses issued	8,272	8,008	8,365	8,815	8,898	8,854	8,558	9,020	8,098	7,276

* Information not readily available

** Suspended due to drought

Source: various City of Marietta departments as compiled by City's Budget Division

CITY OF MARIETTA, GEORGIA
Operating Indicators by Function (Unaudited)
Last ten fiscal years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Municipal Court										
Traffic citations issued	21,381	22,508	19,011	19,403	18,684	14,056	16,922	20,655	17,114	14,146
Red light citations issued	*	*	*	*	4,510	35,010	37,001	35,873	26,882	21,641
Parking citations issued	3,992	4,121	4,308	3,855	4,171	4,628	4,768	3,927	4,160	4,255
Cases filed	20,960	17,318	15,226	15,490	15,053	13,297	14,228	16,051	13,321	11,755
Non-jury trials	883	1,144	1,047	853	924	923	997	906	957	1,011
New probationers	700	810	707	673	631	578	528	489	631	673
Electric										
New customer work orders	266	300	300	300	300	429	415	677	551	150
Lighting repair work orders	2,021	1,900	1,851	1,970	1,970	1,970	1,769	1,771	1,847	1,800
Line clearance (miles)	49	55	55	55	84	68	75	104	100	110
Trees removed on system	446	450	450	217	240	208	250	209	225	315
Meter site audits	*	*	400	425	335	335	384	527	350	400
Transformer infrared scanning	*	*	165	125	130	130	218	289	220	250
Electric customers	44,909	44,691	44,467	44,843	46,073	45,543	44,338	45,593	46,032	46,477
Kilowatt hours sold (millions)	1,013	1,072	1,046	1,082	1,074	1,036	1,075	1,073	1,094	1,038
Water & sewer										
New meter installs	235	170	136	116	144	146	150	204	78	33
Large water main replacements (feet)	0	0	0	2,050	16,050	3,250	3,150	3,150	5,000	6,660
Water line replacements (feet)	3,560	5,500	0	5,802	14,330	11,920	17,455	4,600	6,100	6,257
Sewer main rehabiliation (feet)	3,500	5,000	0	2,420	9,191	3,087	15,100	4,500	2,800	12,774
Major sanitary sewer overflows	*	*	*	*	3	2	0	1	0	0
Backflow device inspections	*	*	*	*	180	186	274	454	469	457
Utility locates	*	*	*	*	3,617	3,510	4,000	3,495	3,625	3,536
Gallons of grease removed from traps	*	*	*	*	411,728	640,951	500,000	762,226	715,234	658,174
Valves exercised	*	*	*	900	110	140	600	189	0	0
Plan reviews	*	*	*	66	73	62	70	46	35	64
Work orders completed	11,660	11,785	11,250	10,200	11,679	11,857	12,000	3,142	5,812	5,613
Water accounts	*	17,665	18,194	18,325	18,218	18,276	18,249	18,661	18,073	18,441
Water gallons sold (million)	3,463	3,708	3,446	3,415	3,160	3,158	3,357	3,353	3,001	2,626
Sewer accounts	*	16,783	16,584	16,741	16,768	16,728	16,654	16,710	16,782	16,569
Sewer gallons (millions)	3,346	3,737	3,159	3,093	2,960	2,962	3,044	2,998	2,708	2,430

* Information not readily available
** Suspended due to drought
Source: various City of Marietta departments as compiled by City's Budget Division

CITY OF MARIETTA, GEORGIA
Capital Asset Statistics by Function
Last ten fiscal years

Function	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Public safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	68	68	72	82	80	87	98	103	99	108
Fire Stations	6	6	6	6	6	6	6	6	6	6
Sanitation										
Collection trucks	15	15	15	15	15	15	15	15	15	15
Highways and streets										
Streets(miles)	215.1	215.3	215.8	217.0	217.6	219.6	220.2	223.2	223.7	222.1
Streetlights	**	**	**	**	**	**	6,787	6,817	7,824	7,748
Traffic signals	99	99	100	102	104	106	108	108	104	105
Culture and recreation										
Parks acreage	277	248	278.8	287.7	288	288	288	298.8	310	310
Parks	18	18	18	19	19	19	19	20	20	22
Swimming pool ***	1	1	1	1	1	1	1	1	1	1
Tennis courts	25	25	25	27	27	27	27	27	23	19
Community centers	2	2	2	2	2	2	2	2	2	2
Water										
Water mains (miles) *	265	275	280	290	300	305	314.4	314.4	318.8	326.9
Fire hydrants *	1,900	2,000	2,100	2,150	2,200	2,250	2,315	2,322	2,385	2,594
Water pump stations	2	2	3	3	3	3	3	3	3	3
Wastewater										
Sanitary sewer mains (miles)*	205	215	230	240	255	265	275.5	278.3	285.2	293.8
Storm sewers(miles)	220.5	220.7	221.2	222.4	223.0	225.0	225.6	225.6	230	232.2
Wastewater pump stations	3	1	1	1	1	1	1	1	1	1
Electric										
Number of distribution stations	19	19	19	20	20	20	20	20	21	21
Miles of service lines	**	**	**	561	562	569	572	579	585	588
Conference Center	1	1	1	1	1	1	1	1	1	1
Golf Course	1	1	1	1	1	1	1	1	1	1

Sources: City departments
Note: * Fiscal Years 97 - 2005 estimate based
** not readily available
*** swimming pool closed FY09

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